Tuck me as noble and the couple would do this ad-

he received like something could do this as could do the something could do the later of practice plant of practice plan

The chow at the Bas Personal Content on its 3,000 personal content of the Language Content of the Lang

ypical for a key and Minneson police. Scatt go for a key and Minneson police. So percent of the terror of the terr

is the second of the second of

had what New York When I walked

in world, I was a

agen, utter process

and after a few section to panic, When

til you were gone 82

arout yourself to be

4 Total to find out Your

our oun capabiles

and, like just about

ever igned k

- American Novel

he came back Ag.

all to the large.

Francisco pent the bullet

to on the radio, and t

- Utypis pents with

American voc

a feet mediam re-

. - -ur: degree in com

and the niversity mb

in he a writer and a



Herald

PUBLISHED WITH THE NEW YORK TIMES AND THE WASHINGTON POST

The World's Daily Newspaper

Paris, Wednesday, June 24, 1998

## Unemployment Jumps to Record In South Korea

Rate Hits 7% as Government Increases Pressure on Insolvent Companies to End Operations

By Don Kirk

SEOUL - With nearly 2,000 people losing jobs every day, South Korea's unemployment rate has soared to a record 7 percent of the work force, or 1.49 million people, the government reported Tuesday.

More than 2 million people are likely to be out of work by the end of the summer, according to projections by the National Statistical Office, as some of the country's largest companies make good on prom-

ises to cut losses by laying off workers. Unemployment has risen from 658,000 people in December, wheo the International Monetary Fund

North Korean submarine sinks in South. Page 6.

assembled a package of nearly \$60 hillion in loans to rescue the economy, to 1,492,000 at the end of May,

The number of people losing jobs is certain to rise sharply as the government pressures insolvent companies to go out of business, get rid of money-losing divisions or merge with competitors. One example is Hyundai Motor Co., which has said it wants to lay off 8,000 of its more than 40,000 workers while reducing

production on most assembly lines to one shift a day. President Kim Dae Jung increased the pressure recently when he ordered the Financial Supervisory Commission and creditor banks to draw up a list of companies that should no looger receive credit. Virrually no major firms were on the final list of 55 companies, but the commission was expected to add more names to the list in the next few weeks.

Analysts said they believed, however, that the government was trying to force small and medium-size companies to bear most of the pressure for fear of confronting strong union pressure at large companies controlled by the chaebol, or conglomerates. The Korean Confederation of Trade Unions has organized walkouts at Hyundai Motor Co. and other major manufacturers, demanding, among other things, increased unemployment and welfare benefits.

"The government's apparent strategy is to keep the bigger chaebol affoat and let the smaller companies go down," said Hank Morris, a longtime business consultant here. "The brunt of the fall in employment is ing taken by small and medium-size con

See KOREA, Page 4



Buris Yettsin greeting Sergei Kiriyenko before a cabinet meeting Tuesday on the economic crisis and IMF talks. Mr. Yettsin said radical measures were needed to shore up state finances.

## Yeltsin Sounds Financial Alarm

He Implores Parliament to Adopt New Tax Code Quickly

By David Hoffman

MOSCOW - Faced with intensifying pressure on the ruble, President Boris Yeltsin warned Tuesday that the country's finances were in an "alarming" condition and implored Parliament to enact o new tax code in the next few weeks, threatening to impose it by unilateral decree.

Mr. Yeltsin and Prime Minister-Sergei-Kiniyenko adopted some of the toughest language of recent months in an appearance before government bureaucrats and members of Parliament to unveil yet another plan to shore up Russia's hemorrhaging state finances, which have triggered recent waves of investor panic and flight. Russia has also been buffeted by the Asian financial crisis and the collapse in world oil prices.

Many of the proposals outlined Tuesday were not new, but the tone was apocalyptic. "If the state does not learn to collect taxes," Mr. Kiriyenko said, "it will cease to exist."

Among other things, he said that Russia could get by with only one type of strategic nuclear missile in the future, rather than three. Mr. Yeltsin warned of dangerous" social tensions over unpaid wages.

Mr. Kiriyenko vowed to crack down on itlegal alcohol imports, cancel tax breaks, allow regions to raise their own levies, shift the burden of taxes from industry to consumets, and cut state spending further. The tough talk came as Russian officials continued

negotiations with the International Monetary Fund on a possible \$10 billion to \$15 billion stabilization package See RUSSIA, Page 4

## **AIDS Is on Course** To Ravage Africa

## **UN Agency Issues Grim Report:** Some Areas Face 25% Infection

By Lawrence K. Altman

GENEVA - AIDS is hitting Africa so fiercely that it now rivals history's greatest and deadliest epidemics plague in the Middle Ages and influenza in 1918-1919, United Nations officials said Tuesday.

They also said the AIDS epidemic would worsen before it improved. The overwhelmine majority of the 30 million people infected with HIV, the

virus that causes AIDS, are doomed to die because they live in countries that cannot provide adequate health care. National leaders will have to take tougher stands than they have in the past to institute effective prevention pro-

grams, which take many years to get into full gear, the UN officials said. At a news conference here, Unaids officials painted one of the gloomiest pictures of the HIV epidemic since it

was first recognized in 1981. HIV now infects one in four adults in two African countries, Botswana and Zimbabwe. HIV infection rates exceed one-third of the adults in some major African cities and reach 70 percent of women tested in prenatal clinics. Many infected women pass the virus on to their babies.

Countries south of the Sahara account for the world's 21 highest rates of HIV among adults aged 15 to 49, the most sexually active segment of the population. In 13 of the countries, HIV has infected at least 10 percent of adults.

South Africa, Namibia and other countries could soon reach a 25 percent adult infection rate unless national leaders initiate strong prevention programs simitar to those in Senegal, Tanzania. Thailand and Uganda, UN officials

Worldwide, 5.6 million people were infected last year, while 2.3 million died from AIDS. Of the 30 million people living with HIV, 21 million are in Africa and 90 percent do not know they are infected because testing is not widely

available. Nearly all are doomed to die from AIDS because few can afford basic care, including the costly combinations of drugs that have helped keep the virus in check among HIV-infected people in developed countries.

AIDS is now on the verge of moving into the top five leading causes of death in the world, overtaking diarrheal dis-eases. AIDS kills as many people as malaria, and is second only to tuberculosis. But tubercutosis is a common complication of AIDS.

The African figures compare to a worldwide adult HIV infection rate of I percent for adults. The rate is 0.76 per-cent in the United States and 0.33 percent in Canada.

The figures come from the first country-hy-country analysis of the global AIDS epidemic that Unaids released ahead of the 12th international AIDS conference that begins here Sunday. The Unaids program is run by several United Nations agencies, the World Health Organization and the World

Dr. Peter Piot, head of the Unaids Program; Bernhard Schwartlander, the UN epidemiologist who led the analysis, and Dr. David Heymann, a WHO official, all said in separate interviews that the new report provides convincing evidence that AIDS rivals the great epi-

demics of history.

Plague, the Black Death of the Middle Ages, killed 20 million people. or one-quarter of Europe's population, in four years, In 1918-1919, a worldwide influenza epidemic killed 20 million people.

Plague and influenza can kill in days. but death from untreated AIDS can take

AIDS is a more silent epidemic. Dr. Piot said, because the massive, long-term mortality from AIDS has less of a visible impact on society than the sudden deaths of the plague and influenza type epidemics.

See AIDS, Page 4

## Soccer Violence Casts a Cloud Over Germany

By Alan Cowell New York Times Service

BONN - For most Germans, the World Cup soccer tournament is one of those few occasions when national pride may parade itself unfettered by the Nazi past, a joust of oations made innocent by

So, when German soccer hooligans and neo-Nazis rioted Sunday in a northem French town, leaving a French policeman near death with serious head injuries, it was as if a very dark cloud had come from nowhere.

Chancellor Helmut Kohl called the violence outside the Germany-Yugoslavia game in Lens "the nation's shame." A senior soccer official wept before selevision cameras and said he had thought about just going home. 'This is the darkest hour of my life,' said Egidius Braun, president of the German Soccer Federation.

Some suggested that the entire German squad should pack its bags — an idea tartly rejected by Bertie Vogts, the national coach. "This had nothing to do with the team," he said.

Before the tournament started, police in Europe rounded up scores of suspected Islamic militants thought to be planning to disrupt the World Cup. Bnt, said one commentator, Eberhard Seidel-Pieleo, in Berlin, "the peace was less threatened by the Islamists than by the fundamentalism springing from European societies. And this fundamentalism — this is especially relevant for Germany - is invariably stamped with racism and Nazism."

See HOOLIGANS, Page 24





#### On to Round 2: Chile, Italy, Norway and Brazil

Ivan Zamorano of Chile stopping the ball during a Group B match Tuesday with Cameroon in Nantes. In other action on Tuesday, Italy beat Austria, and Morocco defeated Scotland. Brazil qualified in spite of its loss to Norway, 2-1. Pages 24-25.

AGENDA

'Basis' for New Inquiry on Machel Death

.. Page 10.

.. Pages 8-9.

.. Pages 23-25.

Pages 7 and 11.

into the crash," the panel's chief in-

vestigator, Dumisa Ntsebeza, said after hearing evidence from Mr. Machel's

widow, Graca. "Our investigation gives a suggestion that elements in the South African Defense Force were not

uninvolved in the very suspicious events that led to the crash."

Prodi Averts a Crisis

The government of Prime Minister

Romano Prodi of Italy averted a crisis

Tuesday when it won crucial parlia-

mentary support in favor of enlarging

NATO, thanks to the votes of a small

centrist opposition party. Page 5.

JOHANNESBURG (Reuters) -

South Africa's Truth Commission said Tuesday that it had gathered ecough oew evidence to justify a oew official

inquiry into the plane crash that killed

the Mozamhican president, Samora

There is a basis to reopen the case

The IHT on-line www.iht.com

Machel, in 1986.

#### Personal Freedom Blossoming in China As Government Interference Wanes, More Choices Are Open to Citizens like us live here, at any price. Today, he By Seth Faison just wants to collect the rent." New York Times Service More than being a symbol of sexual revolution, this young couple is a signal of a growing realm of personal freedom SHANGHAI - At a kitchen table strewn with glossy fashion magazines, Lucy Lu sat with her boyfriend, Tony Yao, and talked about what it is like to Beijing makes it clear that Taiwan is live together without being married, an key issue of summit. • 3 Radio Free Asia journalists barred. Page 7. arrangement rarely allowed in China until receotly.

"My mother used to bug me about it,

but nobody else seems to care," said Ms. Lu, a 26-year-old real estate agent. "As long as we pay the rent," Mr. Yao cut in, laughing. "A few years ago

in China, where ordinary people now make choices about travel, work, study and love with less government interference than at any time in the nearly 50 the landlord here would not let a couple years since the People's Republic was

established. With President Bill Clinton arriving in China on Thursday, critics of the administratioo's policy of engagement point to the lack of political freedom in a country still governed by the Communist Party, which keeps it a place where political persecution, censorship and a secretive and authoritarian leadership are as entrenched as ever.

Only the public side of life, however, remains so tightly restricted in China. The private side of life here is quite different, as Mr. Clinton would see if he could shed his 1,000-member entourage

See CHINA, Page 4

## On Ivory Coast Farms, Echoes of Slavery

By Howard W. French New York Times Service

BOUAFLE, Ivory Coast - Ibrahim Diarra had no idea what city he was in when he straggled into the courtyard of the elderly man from his native Mali

three teenage friends shelter after their escape from a nightmare.

1.8018

6.0395

Tuesday close

8,828.46

1.844.57

EMERGING MARKETS IN EASTERN EUROPE

+38,72

1.794

138.06

8.015

1.8735

percent change

+ 1.35%

+ 1.48%

+ 2.14%

Wet from the rain, exhausted and famished, all he knew was that he had just spent four months working on a plantation somewhere in Ivory Coast in a job that bore a strong resemblance to slavery attempt to get away, he was free.

Throughout his bondage, Mr. Diarra said, he was sent out at daybreak each morning, seven days a week, to work fields planted with corn and cotton.

Under the stern gaze of an overseer, he and other workers there had to weed row after row of the crops planted in the The man offered Mr. Diarra, 23, and. dark, rich soil with their simple hoes and carry countless sacks of harvested crops the five kilometers back to the farmhouse. When they were thirsty they had to fetch water from a distant well.

The only break came in the evenings, when they were allowed to return to

and that on this morning, after his second their camp for the only meal of the day - invariably a thin com porridge and then were locked inside their mudwalled pillbox shelter, where they were kept under guard unol sunrise.

"I once told the boss I couldn't do this work anymore," Mr. Diarra said, "and I fled the next day. But they quickly caught me, stripped me naked, tied my hands and made me sit in the open under the sun all day. Some of the others who tried to escape were whipped in front of the rest of us until they hled badly.'

See SLAVERY, Page 4

#### A Telltale Trace of Iragi Gas Tuesday © 4 P.M. previous close

Finding on Warhead Fragments Contradicts Baghdad's Claim

By Jim Hoagland and Vernon Loeb Washington Post Service

WASHINGTON — United Nations weapons inspectors have uncovered evidence that Iraq put deadly VX nerve gas into missile warheads before the 1991 Gulf War, contradicting claims by the Iraqi government that it was unable to make a weapon using the volatile oerve agent, according to official documents and diplomatic sources.

The new evidence is contained in a confidential U.S. Army laboratory analysis completed on June 10 of warhead fragments recovered in March by United Nations inspectors from a destructioo pit at Taji, Iraq. Swabs from the warheads were analyzed for the United Nations at the Aberdeen Proving Ground in Maryland, which reported finding significant amounts of VX disulfide and stahilizer in the samples.

The laboratory results appear to confirm an account by a defecting Iraqi general and suspicions long harbored by technical experts that Iraq succeeded a decade ago in stabilizing and weaponizing VX gas, a few drops of which can kill a human in minutes.

Iraq's ability to add VX to its missile arsenal would significantly expand the fethal capacity of a chemical attack oo

See IRAQ, Page 4

## Demolition of Arabs' Houses Increasing

By Joel Greenberg New York Times Service

HIRBET KILKES, West Bank -- On a sunbaked hill outside Hebron, a Palestinian family lives in a tent beside the ruhhle of its house, which has been demolished for the third time, after Israeli authorities

denied the family a building permit.

Surrounded by broken furniture, smashed household goods and other wreckage, the parents, Zuhur and Youssef Atrash, and their 10 children live in sweltering heat without running water or a toilet. They drink water from a tanker truck that serves nearby parched Palestinian communities. Their wa-

ter well was demolished along with the bouse.
"This is what Netanyahu has left ns," Mrs. Atrash said, waving toward a roofless floor where upholstered car seats were arranged around an Arah water pipe under the jagged remains of a wrecked ceiling. "We're living like cave men, in a garage

dump."

In Jewish settlements that flank the roads to Hebron rows of new stone houses are sprouting on the rocky hills and there is enough water to sprinkle gardens among the red-shingled houses.

But demolitions of Arab bouses in the West Bank and East Jerusalem have sharply increased in recent weeks, leaving scores of people homeless because their dwellings lacked huilding permits. The policy seems to be aimed at consolidating Israel's hold on East Jerusalem and on areas of the West Bank that Prime Minister Benjamin Netanyahu's government

seeks to keep.
The State Department spokesman, James Ruhin, has called the demolitions a wrong signal at a time when efforts to restart stalled peace talks between Israel and the Palestinians have reached a delicate stage. The Clinton administration is reportedly pressing for a suspension of further demolitions as part of a deal to renew the negotiations.

THE PACE OF destruction has picked up sharply this month, with 23 Arab houses wrecked so far on the grounds that they were huilt without permits, according to the Israeli group Peace Now, which monitors the de-

The Israeli military government in the West Bank, the Civil Administration, said that it had destroyed 80 illegally built Arah houses this year and that additional hundreds were scheduled for demolition. Last year, 171 were wrecked, according to official figures.

To Mr. and Mrs. Atrash, the flourishing Israeli settlements a few miles from their encampment may as well be on another planet. The construction of a school huilding in their hamlet was halted by the Civil Administration for lack of a permit. The Atrashes' children walk three miles (five kilometers) to the nearest school.

Their neighbor Abdel Majid Ahu Turki was

By Philip Shenon
New York Times Service

proposed major expansion of the city limits of Jerusalem

will not extend the city's authority into the West Bank.

State Department officials remained crinical of the pro-

posal Monday hut tempered their earlier statements.

The prime minister told us that this decision is not an

effort to expand the municipal authority of the city into areas that extend beyond the Green Line," said James

Ruhin, the State Department spokesman, referring to the border that existed between Israel and the West Bank before

Israel's victory in the 1967 war.
"We appreciate that clarification," he said. "At the same

time, this is a very complicated matter. And we are not certain about what impact Israel's decisions may have in the

WASHINGTON - Israel has provided assurances that a



'All we want is to live in peace and security like they do in Tel Aviv,' says Mrs. Atrash, above. We have the right to breathe the air and drink the water just like Netanyahu and his children, like Israelis and their children.



killed last week as he walked back from his field, clubbed on the head from a passing van by Jewish teenagers living in the neighboring settlement of

Mr. Ahu Turki was walking on a road to the settlement that was paved on his family's land. Now Mr. and Mrs. Atrash are preoccupied with obtaining a permit that will finally enable them to have a roof over their heads. Three times the Atrashes huilt their house as their family grew, even though their request for a permit was refused. Three times

the house was torn down hy Israeli hulldozers. Family members resisted the last two demoli-

status of Jerusalem is to be negotiated.

On Sunday, the Israeli cahinet approved a plan to expand

Prime Minister Benjamin Netanyahu has insisted that the

But there was a general presumption among Israelis and

The Palestinians, who have called for the creation of a

Palestinians that the real goal was to strengthen Israel's hold

on Jerusalem and to bolster its links to settlements to the

Palestinian state with Jerusalem as capital, have denounced

American officials involved in the Israeli-Palestinian talks said it was difficult for them to make specific criticisms of the expansion proposal since the Israelis have yet to work out many details of the plan. The cahinet is expected to debate the plan again this fall.

"We're trying to clarify the plan," an American official said. "One of our main problems now is the timing. Why do

the city of Jerusalem's control far beyond its current bor-

ders, despite protests from Palestinians and a warning from

plan has no political ramifications and was not a violation of

the Israeli-Palestinian peace accords, under which the final

the State Department that the plan was "provocative."

Israel Assures U.S. on Jerusalem Plan

tions, struggling with Israeli sol-diers, who beat and dragged

Worn down by the confrontations, the Atrashes are awaiting for a reply to another re-

quest.
"All we want is to live in peace and security like they do in Tel Aviv," Mrs. Atrash said. "We have the right to breathe the air and drink the water just like Netanyahu and his children, like Israelis and their children. It's not asking too much from Netanythu to give us a permit."

But the battle over the house is part of the hroader conflict between Israel and the Palestinians over control of land in the West Bank. Peace efforts are deadlocked over the scope of a further

HE ATRASHES, who live in a zone under Israeli control, hope that a possible pullhack from their area will enable them to build their house free of restrictions imposed by the military government.

Israeli troop withdrawal that would turn over ad-

ditional territory to the Palestinian Authority.

A spokesman for the Civil Administration, Lieutenant Peter Lerner, indicated that the Israelis were trying to curb the spread of Arah construction in

areas under Israel's control and those that it would most likely claim in negotiations. 'Any building outside the plan-

ning schemes is not an option," Lieutenant Lerner said, adding that the Israeli-controlled zones had to be kept "as open as possible."

Besides, he said, the Atrashes had failed to prove ownership of the land that they had huilt on and had lost a petition to the Israeli Supreme Court. The area had been designated as agricultural land and the house overlooks the hypass road leading to Beit Haggai.

"If people build there it won't be a hypass road," Lieutenant Lerner said. "This is a court ruling that has to be carried out, like law-enforce-ment agencies do anywhere else in the world."

The Atrashes assert that they huilt on land that has been theirs for generadions, noting that the house was standing when the Israelis built the bypass and that the structure was far enough from the road to meet reg-

# U.S. Withdraws a Drug, Privacy Dis Raising Approval Issue

By Sheryl Gay Stolberg
New York Times Service

WASHINGTON - For the second time in two weeks, the Food and Drug Administration has taken the rare step of pulling a prescription drug off pharmacy shelves, a move that is renewing questions about whether the agency's new emphasis on speeding up drug approvals is allowing unsafe medicines to reach patients.

The drug. Duract, a painkiller man-ufactured by Wyeth-Ayerst Laboratories of St. Davids, Pennsylvania, has caused a dozen cases of serious liver failure since it went on the market last July, including those of four patients who died and eight who required liver transplants.

All cases involved patients who took the drug for longer than the recom-

mended 10 days.

The agency and the company are advising patients who have been taking Duract for longer than 10 days to stop immediately; patients who are using the medication should consult their doctors.

The announcement Monday was the third time in nine months that the food and drug agency removed a new medi-cine for safety reasons. On June 8, the high blood pressure medication Posicor was banned because it turned out to be potentially lethal when used in com-hination with a long list of other drugs. Last September, the diet drug Redux was taken off the market, along with its close cousin, fenfluoramine, when both were implicated in heart valve problems.

'This is the worst record we have ever had - it's unprecedented," said Thomas Moore, a senior fellow in health policy at George Washington University Medical Center who studies drug safety. "I believe we are paying the wages of the one-sided debate that we have had in this country that the speed of FDA approval is the only issue.

It is extremely unusual for the FDA. which is widely regarded as the most safety-conscious consumer protection agency in the world, to have to withdraw a drug once it has been approved. Including the most recent withdrawals, there have been only six such withdrawals in the past decade, according to Murray Lumpkin, deputy director of the agency's Center for Drug Evaluation and Research.

In recent years, however, the agency has been under intense pressure from congressional Republicans to speed up its drug approval process, and it has given its imprimatur to a record number of new drugs, 92, over the past two years. That fast-track approval process has been financed in large part by the pharmaceutical industry, which gave the FDA \$327 million in user fees between 1992 and 1997. The money was used to hire 600

employees to review drug applications. Proponents of the fast-track system argue that it is necessary to bring lifesaving therapies to patients who desperately need them.

However, Mr. Lun that only 20 percent of the new medicines approved fall into the category of breakthrough drugs. The rest, including Duract and Posicor, are what is known as "me-too drugs," medicines that treat disorders for which there are already plenty of approved therapies, leaving crines to wonder wby they are allowed on the market in the first place.

The agency has been put nnder too much pressure to approve more drugs faster, whether they are needed or not," said Larry Sasich, a pharmacist for Public Citizen's Health Research Group, a Washington advocacy organization. This is the price that the American public is paying for believing that the FDA was keeping life-saving medicines, out of the hands of the American public,

which is simply not true."
Mr. Lumpkin, however, defended the agency, saying the review of Duract took nearly three years and was extremely thorough. Although the agency. was aware of the potential for liver. problems with long-term use, he said, it made a calculated decision to approve the drug for short-term use, no more than 10 days, because the benefits out.

weighed the risks.
"This was not a rushed decision by. any means," Mr. Lumpkin said, adding that the agency still believes the drug is. safe and effective when used for fewer than 10 days.

■ Backing for Taberculosis Drug The Food and Drug Administration has approved the first new tuberculosis. drug in 25 years, The Associated Press.

reported from Washington.

The FDA said Tuesday that it had. approved rifapentine, which is marketed under the name Priftin by Marion, Merrell Dow of Kausas City, Missouri The United States is the first country to. approve the drug.

## Florida Court Voids a Verdict Against Tobacco

By Barry Meier.
New York Times Service

NEW YORK - A Florida appeals court has struck down a \$750,000 jury verdict against the Brown & Williamson Tobacco Corp., ruling that the law-.. suit, one of the few a cigarette maker has ever lost to a smoker, was filed six days

too late. The 1996 verdict was only one of two? verdicts outstanding against cigarette makers. This month a Florida jury ordered Brown & Williamson to pay \$1million, including \$500,000 in punitive damages, to the family of a deceased.

But on Monday, a three-judge panel of the state Court of Appeals for the 1st-Circuit found that the statute of limitations in the 1996 case had expired because the smoker, Grady Carter, had waited too long to file his lawsuit. He filed the suit in 1995, after discovering that he had lung disease in 1991.

Mr. Carter expressed disappointment over the ruling hat said he was not surprised. "It is hard to beat the tobacco companies," he said.

Experts on tobacco litigation said that. while they had not reviewed the decision, it appeared largely limited to the. specifics of Mr. Carter's case. Still, Mary Aronson, the president of

advises institutional investors on legal trends, said the ruling was an emotional setback for plaintiffs' lawyers in smoking cases, after the optimism following the \$1 million verdict last week.

'I think this throws a damp rag on the: euphoria some plaintiffs' lawyers were

feeling," she said.
Robert Rahin, a law professor at Stanford University, said that the decision Monday demonstrated that while the public perceives that tohacco cases are decided on issues like possible corporate misrepresentation, they often are won by tobacco companies that hire top defense lawyers who exploit legal issues like statutes of limitations on appeal.

#### future." He added, "At a time when we are trying to hreak a prolonged impasse in the Israeli-Palestinian negoriations, the last thing we need from either party are statements or actions that raise suspicions.

according to the State Department.

Quite simply the best in Geneva Our USS 50 mio. renovation is now completed.

190 beautifully appointed rooms and suites - superb marble bathrooms. State of the art fitness ceaser.

Tel. (4122) 731 98 31 Fax. (4122) 732 45 58

0031126609

HŌTEL DU RHÒNE

#### TRAVEL UPDATE

See our

Friendships

every Saturday in The Intermarket

the expansion plan.

#### New Trains to Heathrow LONDON (AP) - High-speed trains

began carrying passengers between central London and Heathrow Airport on Tuesday, offering an alternative to congested highways and slow-moving Underground trains.

"It's a stunning service," Prime Minister
Tony Blair said as he officially opened the 16-

mile (27-kilometer) Heathrow Express service, which cost £450 million (\$720 million) to construct.

Complimentary Report

My 1998-99 Trading Plan to

Prepare and Profit from

Stock Market Uncertainty,

Interest Rate Hikes, EMU

and the Asian warket Crisis.

For this complimentary report and my services guide call toll-free or e-mail today

02246 Greece 00800119213013 Germany 17209 Israel 1771000102 July 12609 Kores 0032110243 Laxembe 8784178 Netherlands 980220657 N. Zealan

80012**0250**1 0207**9**3158

It offers trains every 15 minutes between Heathrow and Paddington station. The journey lasts 15 minutes.

Travel restrictions to Lebanon have been eased, the U.S. Embassy in Beirut said. American airlines can now link up with other airlines that fly to Lebanon to provide travelers smooth connections from the United

Three major transport unions have called a 24-hour strike for ground staff at Linate and Malpensa airports in Mitan for Friday. (Reuters) Bangladesh

inaugurated the world's 11th-longest bridge over the Jamuna River, saying the five-kilometer bridge marked the beginning of a new era of economic development. (Reuters)

A study by NASA suggested revis-ing pilot rutes and improving schedules to keep airline pilots from falling asleep. It also urged better lighting in the cahin. more social interaction and less airplane automation.

= THG == www.hotelguide.com check out - before you check in Business + Leisure Worldwide visuals, info, book directly and save. In more than 50,000 hotels.

#### WEATHER



ine Midwest and Otio Val.

London, Comfortably warm urday. Rain will move toy, but it may thunder with come surshine in cent day. Steamy in trail and eoutheastern Shanghai to South Kitstorn each day. Steamy in trail and eoutheastern Thursday. It is an and end southeastern Tokyo Thursday, it is an and dry with biazing Shomers in the Northwest eur. Windy and good is free Thursday, then dry and land end Scotland with monsoon rain in seaking rain. North America

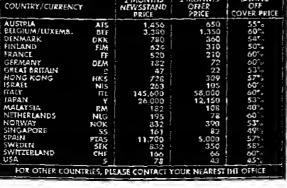
76merrow Pigh Low W CF Er 1467 744 pc 1462 2073 pc 1292 2078 pc 2393 2273 pc 3393 1691 pc 2398 2179 pc 2398 2179 pc 2398 2879 pc 2398 2879 pc 2398 2879 pc 2398 2879 pc

a ex		T	oday	Ton	DATOW
100		High	Caw W	High	LOWW
200		C/F	C/F	C/F	CF
2.0	Airmary	37/98		39/102	26/79 \$
2.25	Bol	32499		32/89	21/70 pc
200	Bangkol.	34/83		34/60	37 <b>90</b> 7 sh
2.2	Being	33/91	22/71	3479	23/73 %
31.0	Bornbey	31/98		30/65	26/79 1
38.34	Chicutta Chiang Mai	32/89	28/82 (	33/91	30/86 1
1	Calamba	34/93 30/86	24/75 pc	34/93	2677 pc
	Haro	40/104	30/79 pc 30/89 pc	29/84 39/102	3391 pc
4.96	Ha Che Minh	34/93	25/77 c	33/91	25.77 pc
100	Hong Kong	31/90	27/50	3V68	27.90
	bedomoted	48/118	29/84 s	49/170	3170 5
Heavy	JENANA	33/89	25/77 sh	31/68	24/75 f
Snow	Korachi	36/97	29/84 s	36/97	2862 5
	K. Lumpur	31468	25/77	31/86	20751
	K. Kırıstışılu	31486	25/77 1	31/60	2475
ween.	Mando	32/89		31/85	25/77 r
g and	New Delta	44/11	31/88 6	45/113	3391 6
cen-	Phoen Penh Phyliel	33/91	25/77 (	33/91	2577 P
Sal-	Rengoon	34/93	26/79 sh	3093	27/80 sh
trom	Secul	31/88	25/77 r	30/86	1986 5
Corea	Shapraha	26/79	17/62 pc	29/84	27/60 t
8f 10	Singapore	31/86	2475 ch	30/86	23/73 r
Inen	Talper	31/68	26/79 1	33/71	2079 C
1 Hot	Tokyo	25/77	21/70 c	2475	2475 sh
Indie	Viontano	33/91	25/77 pc	33/91	2679 pc
n the					
מיון ויי	Africa				
K-com	Algurs	33/91	18/64 6	33/91	1986 6
_	Capa Town	23/73	10:50 s	24/75	B46 8
	Creativine	29/79	15/61 5	23/73	1954 6
	Hacure	29/82	13/56 p		1365
***	Lagos	30/86	24/75 sh		2373 pc
*	Namobi	25/77	1253 c		12:50 =
	Tunes	34/93	2271 pc	34/93	21/70 8
ז רלו	_				_
ήg pc	Latin America				
77 pc					
75	Sunnos Autos		3/37 pc	15/69	7/44 5
799	Lima	29/84	22'71 pc		23/73 pc
			17400	22/71	

Oceania

A two-month trial subscription. Save up to <u>60</u>%

Try a special, low cost 2-month trial subscription to the International Herald Tribune to enjoy delivery to your home or office every morning AND save up to 60% off



My check is enclosed (payable to the IHT) Charge my Amex Diners VISA Access MasterCard Discrete or ex-US and Asian prices, credit cards will be charged in French France at current rates. got this copy of the NHT at. | kiask | hatel | airline | athe Mail or fax to International Herald Tribune Moil of tax to International Herald Tribune
EUROPE, MIDDLE EAST & AFRICA

181 Ave. Charles de Goulle, 92521 Neurilly Cedex, France
Fax +33 1 41 43 92 10. Tel. +33 1 41 43 93 61

THE AMERICAS

850 Third Avenue, New York, N Y 10022-6275, USA
Fax: +1 212 755 8785 Tel. foll free) 1 800-882-2884

1201 K Wah Centre, 191 Java Road, Narth Paint, Hong Kong
Fax. +852 2922 1199 Tel. +852 2922 1171

subsection of the control of the co For business orders, indicate your VAT No:

Imprime par Offprint, 73 rue de l'Évangile, 75018 Paris.

حكدا من الاعل

MERICAY The Overet Reserve the Fig. 12 ...

क्रिल 👉 🕒 VISA. . . . . 15:00:1: These

J. P. ... O. C. Mar. St. Wicecont .

righ ..... acted line MATICAL ... la hair i OCCUPATION OF THE PARTY.

Short Take

May From Politics

THE AMERICAS

Days as keeping infersioning medical in the hands of the Americans which is simply not true.

Lumpkin, however, defends the cerve of the cerve of the cerve of the potential for thomough, although the cerve of the potential for t

Backing for Tuberculuse by Food and Drug Adminstration and like first new tobast.

Vears. The Associated.

Washington FDA and Tuesday he the name Printing Stores is the faring.

Florida Coun Voids a Verdid Igainst Tobacco

B: Barry Meier FRK — A Flunds app. ine Brown & We. ... ं ार . त्यां तार क्रां के ह . Clanchemac There, was filed as

> or first was only one; manual akanan dari month a Florida Williamson toga-- 20% \$500,000 mpag in: Limity of a doze

> > three-judges.

o: Appeals for ac a the statute of a " : " " case had espe-- Ker, Grady Cand, L ille his lawsing 100 ase in 1991 - 77: sed disappoint and he was a 

. This has reviewed thee : . . . . . i nisely junited to an the presiden Research, of Investors on E E 35 an emote. in lawya ..... E et the optimism , vadid lave . . . . . . . . laver

\_\_ in a the dec ं स्थापन क्रमे - Intamin A reside a -- 'a'' i 02 492

# Proval Issue A Privacy Dispute A Privacy Dispute The Start of Book Buys

By David Streitfeld

WASHINGTON - Monica Lewinsky has agreed to provide Kenneth Starr, the independent counsel, with information about

her book purchases, resolving a First Amendment dispute between Mr. Starr and the bookstore Kramerbooks.

"We've accomplished what we set out to do, which is protect the rights of privacy of our customers," said Bill Kramer, co-owner of the popular store and eafe.

Ms. Lewinsky, the former White Hnuse intern who is the central figure in Mr. Starr's investigation of President Bill Cliotoo, has previously made cooperative gestures toward Mr. Starr, including allowing her apartment to be searched and

providing handwriting samples.

In late March, Mr. Starr subpoenaed Kramerbooks and the Georgetown outlet of the Barnes & Noble chain, asking for details about at least 16 purchases made by Ms. Lewinsky. The former intern reportedly told Linda Tripp, her one-time friend, that she gave Mr. Clinton the phone sex novel "Vox," and

Mr. Starr's team was seeking to corroborate that statement.
On April 6, a lawyer far Ms. Lewinsky. Nathaniel Speights. told Judge Norma Holloway Johnson of U.S. District Court that his client would be willing to give the information to Mr.

"In March, April, May, it was crystal clear that Lewinsky's position was the same: She was willing to give the information," said a lawyer for Kramerbooks, Carol O'Riordan.

'And it was crystal clear to my co-counsel and myself," she added, that Mr. Starr "was refusing to go and ask for

Judge Johnson ruled in early April that Mr. Starr had to show a "compelling need" for the information before he bookstores. This led to the Barnes & Noble suppoena being dropped and the Kramerbooks subpoena being narrowed. Mr. Kramer had been planning an appeal when the deal was

worked our Monday. "This agreement allows us to avoid the time and expense of the appeal." he said.

Kramerbooks' challenge to Mr. Starr drew support from a wide range of retailing, publishing and free speech sources. On Monday, those groups pronounced themselves pleased with the case's resolution.

From the beginning we believed the suhpoena was an example of gross prosecutorial overreaching that seriously threatened core First Amendment values," said Louis Bograd of the American Civil Liberties Union.

We've established an important precedent that will stop prosecutors from fishing around in bookstore records just because they want to," said Chris Finan, president of the American Booksellers Foundation for Free Expression.

## **AMERICAN TOPICS**

#### The Oyster Was the River Rats' World

For 13 years, Dan Davies has spent much of his time in the silt-choked waters of the upper Mississippi River. As "river rats" like him have done for decades, he dives from a flat-bottomed boat and, fed oxygen through a hose, spends hnurs in the inky blackness below, filling net sacks with clams. But Mr. Davies, 38, is one of a dying breed." reports the Los Angeles Times.
\_\_ Five years ago, Mr. Davies had hundreds of competitors.

They gathered tons of shells for export to Japan, where they are ground up and used to irritate the innards of Akoya oysters, producing cultured pearls. But environmentalists feared the clammers were seriously depleting the prized Washboard clams. Regulators in Wisconsin, Illinois and Missouri have ordered a halt to shell harvests.

The clamming industry already suffered a devastating hlow when a virus killed more than half of Japan's underwater oyster beds and demand for clams plummeted. The industry says there are pleoty of Washboards left --perhaps 550 million in the upper Mississippi - and that the real endangered species is the clammers.

#### Short Takes

Graduates of foreign medical schools make up about a fifth of the medical residents in the United States and their numbers have been rising: 26,763 in 1996, compared with 11,556 in 1988, according to the Council on Graduate Medical Education. With a physician glut predicted, there have been calls to limit their special visas.

But foreign-trained physicians are far more likely than American-trained doctors to work in underserved rural areas that often are desperate for such help. The number of foreign-trained physicians seeking visa waivers to work in such areas increased from 70 in 1990 to 1,300 in 1995.

The last of three oak trees around which the architect Frank Lloyd Wright built his famed Taliesin home has been toppled during a fierce thunderstorm, damaging the house, which is part of a 600-acre (240-hectare) complex west of Madison, Wisconsin.

Work crews have cut away the 225-year-old white oak, which left a bole in the drafting studio. The low-slung home, huilt in 1911, is considered one of the nation's most important architectural works. Mr. Wright died in 1959.

Some unwitting hikers along the Appalachian Trail saw a little more wildlife on Sunday than they expected. That was the first day of summer, a day that has also become a clandesline holiday: Nude Hiking Day.

It was not clear bow many happy hikers weot natural on the Appalachian Trail, which winds over 2,15g mountainous miles (3,473 kilometers). They faced possible arrest by rangers for indecent exposure. And one young Baltimore woman told an Associated Press reporter that while she and some other hikers would be happy to bare themselves to the sunshine and chipmunks, they had to draw a line. "The thought of coming across a troop of Boy Scours," she said, "kind of takes the fun out of it."

Brian Knowlton

#### **Away From Politics**

• Three Albanian soldiers were still unaccounted for Tuesday after they and 11 comrades walked away last week from NATO-sponsored training exercises at the Marine Corps base in Camp Lejeune, North Carolina. (AP)

 Officials evacuated 37 inmates from a Florida prison and made plans to move another 400 as more than 100 brush fires continued to scorch the state.

 He looked like the guard from the armored car com-pany, right down to his holstered pistol and uniform. So the manager of the bed-and-bath supplies store in Troy. Michigan, handed over the day's cash. The police did not disclose how much money was stolen.

 The Justice Department will seek the quick deportation of an 80-year-old man who served in a Nazi-backed unit that killed thousands of Jews and others in Byelorussia and Lithuania during World War II. Last week, a federal court of appeals affirmed a decision to denaturalize Kazyz Ciurinskas, who emigrated from Germany in 1949. (Reuters)



violated the First Amendment rights of Ms. Lewinsky and the Kenneth Starr arriving at court on Tuesday, a day after the agreement on Ms. Lewinsky's book purchases.

## Thanks to Clinton, Party Pays Its Debts

#### Backlash Against Starr Also Spurs Fund-Raising by Democrats

WASHINGTON - Muscular fundraising efforts led by President Bill Clinion have all but erased the Democratic National Committee's \$15 million

Enveloped by a campaign-funding scandal, just nine months ago the committee had to return \$3 million in questionable donations from Chinese and other foreign and domestic sources and pay big legal fees from resulting investigations. Now, thanks in part to a backlash against Kenneth Starr, the Whitewater independent counsel, the picture has changed.

the debt has been repaid and contri- ysis, these events raised at least \$12.5 hutions are coming in at a record pace. million for the party. Mr. Clinton also There is no guarantee that n newly attended at least 40 big-ticket fund-raisers moneyed party will claim victory at the for candidates over that period, raising

polls but political analysts believe that more than \$25 million. During one weekthe Democrats will be at least conpetitive in the fall elections. And, the experis say, the Democrats may have a solid chance of helping their candidates retake the House, where a swing of a dozen seats could make the difference.

Committee officials credit Mr. Clinton's breakneck fund-raising schedule - and, paradoxically, the legal offen-sive against him by Mr. Starr and other conservative critics — for the turnaround.

Since January, Mr. Clinton has traveled to at least 11 cities, holding at least 20 fund-raising events for the com-All but "a manageable" portion of mittee. According to a preliminary anal-

end in May, he attended six events in three major metropolitan areas. Vice President Al Gore and Hillary Rodham Clinton also have done their

But the committee's revival is not limited 10 high rollers attending glam-

orous meet-and-greets. Ever since Mr. Starr broadened his Whitewater investigation to include allegations that Mr. Clinton had sex with Monica Lewinsky, a former White House intern, and urged her to lie about it, the committee's direct mail appeals

have hit pay dirt.
In the first three months of the year. 162,000 people sent checks, three times more contribotors than in the first three months of 1994, during the last midterm

#### POLITICAL NOTES

#### Medicare Users Get Protection

WASHINGTON - The Clinton administration has ordered sweeping protections for Medicare beneficiaries, requiring health plans to guarantee access to specialists, to keep medical records confidential and to provide interpreters when needed.

The oew rules, which add muscle to a 1997 law, are stricter than the standards governing commercial health

insurance in many states.

The rules go beyond the 1997 law in some ways, establishing additional protections for women, for people with serious illnesses and for panents who cannot read or speak English. The rules apply to all Medicare services.

but include special provisions for managed care plans.

The administration said the rules herald "the most significant change in the Medicare program since its inception in 1965." Included are provisions that would ban health plans from discouraging sick people from enrolling and discriminating against Medicare beneficiaries by limiting or deoving coverage because of phys-ical or menial illness, generic information, disability or prior use of medical care.

#### Forecast Dims Tax-Cut Hopes

WASHINGTON — The Congressional Budget Office is drafting an economic forecast showing that the federal budget surplus will be slightly larger than previously projected in the coming years — further good news for the government's halance sheet, but a serious setback for

congressional Republicans hoping for a major tax cut.

The forecasts, due to be released next morth, will fall far short of the "July surprise" that House Speaker Newt Gingrich, Republican of Georgia, and other Republican leaders were counting on to help underwrite an election-year tax-relief package. Mr. Gingrich and other members of his party have been stumped by how to pay for as much as \$100 billion of tax cuts over five years without cutting programs of important political constituents,

The controversy over the anticipated forecasts underscores the make-or-break influence that the Congressional Budget Office - Congress's chief budget scorekeeper and analytical arm --- sometimes exerts over the legislative process.

It also suggests the tenuous nature of the Republicans'

large tax-cut proposal. The House leaders have tried to pressure the budget office to revamp its forecasting policies to produce much rosier surplus estimates of as much as \$100 hilling to \$300

hillion a year through early in the coming century.

The surplus is going to be bigger. Mr. Gingrich "I don't think anybody doubts that."

But the latest thinking of the budget office and prominent economists suggests little change in this year's

#### Quote/Unquote

Tom Daschle, Democrat of South Dakota, the Senate minority leader, as Senate Democrats shut down debate on a defense bill as a way of blocking anti-administration votes on China policy on the eve of the president's departure for China: "I'm not going to allow one single vote on China this week. We're not going to emharrass

## From 'Stool Pigeon' to President-Elect

#### Colombia's New Leader Vows to Broaden Relations With United States

By Diana Jean Schemo

wrath of fellow Colombians after he lost the previous presidential race to Ernesto Samper, then released recordings of Mr. Samper's campaign officials soliciting contrihutions from drug lords. In the interim, Mr. Pastrana

found work consulting for the United Nations and managed

savored sweet vindication as millions of Colombians who quietly supported his whistle-blowing elected him to succeed Mr. Samper, rejecting Horacio Serpa, the president's ally.

Mr. Pastrana appeared surprised Monday to have won the presidency by a firm margin, in an election with a record voter turnout. If on Sunday he looked shrunken and somehow prematurely defeated, Mr. Pastrana seemed on Monday like a man just getting the hang of sitting in a much higger chair. Mr. Pastrana said that he expected

relations between the United States and

pledged to broaden relations with the review agricultural policies.

a movie theater here without facing a torreot of insults, the most frequent of which was "stool pigeon."

Mr. Pastrana was hounded by the remarks Monday to the foreign press.

Asked if he could see "saying 'oo' to the United States for anything," Mr. Mr. Pastrana was hounded by the Pastrana replied, "Maybe for a lot of "It doeso't depend solely oo him,"

Asked if he could see saying 'no' to the United States for anything, President Andres Pastrana replied, Maybe for a lot of things.'

United Nations and managed to stay out of the country for most of the next few years.

On Sunday, though, Mr. Pastrana ending more than three decades of civil ending more than three decades of civil

violence, Mr. Pastrana called the start of peace talks with leftist rebels "the first responsibility of the next president of Colombia " He promised to make contact with the leaders of the Revolutionary Armed Forces of Colombia - Latin America's oldest rebel group and the largest in-

surgent group in Colombia — in the next few days, and he invited Washington to play a role in the negonations.

Mr. Pastrana said he believed that the rebels would support the elimination of coca growing in areas they dominate, and he called for an international "Mar-

legitimacy and authority," and he to earn a living. He also said he would

BOGOTA, Colombia — Four years

ago, Andres Pastrana could not walk into
a movie theater here without facing a

said Carlos Franco, a former rebel of the April 19 Move-meot, known as M-19. ] "If the conditions exist, if

the political class is ready to accept the kinds of changes the guerrilla wants to discuss, all of that will influence the chances for peace."

Others said the chances for peace would depend, rather, on whether the rebels are convinced that they can win their hattle through negotiations rather than bloodshed.

#### ■ U.S. Welcomes New President

The State Department enthusiastically welcomed Colombia's election of a new president. The Associated Press reported from Washington.

A spokesman declared "a new page" in relations that had previously been strained under a president Washington viewed as tainted. He said Washington looked forward to better cooperation in the hattle against drug trafficking.

For the last two years, Colombia has failed to be certified as meeting U.S. Colombia would change. He said shall Plan' to help eliminate drug crops drug cooperation standards, but Pres-Colombia oow has a president "with and develop other ways for coca farmers ident Bill Clinton has waived sanctions.

Paulo for days.

## Jafar Sharif-Emami, Shah's Aide, Dies

NEW YORK - Jafar Sharif-Emami, the last of Shah Mohammed Reza Pahlavi's prime ministers to make a political attempt to counter the Islamic fundamentalism sweeping Iran 20 years ago, died June 16 at New York

the shah's close confidants, and vital industries. held many high government was prime minister twice, first in 1960-61 and in 1978, in a belated attempt to stem the Shiite revolution through

Hospital. He was 87.

political and social changes.
Through Mr. SharifEmami, the shah legalized political parties and set elections for mid-1979. The prime minister began a campaign against corruption, released half of all political prisoners. ended press censorship except for reports that criticized the shah and the army, and moved

modernization so as not to offend Islamic sensitivities. The changes met some of Leandro, Brazil Singer

the important demands posed by dissidents for many years. But the efforts failed to deflate the growing crisis, as civil servants and industrial workers joined the oppositioo Mr. Sbarif-Emami, one of and crippled public services

After little more than two and legislative positions. He months in office, in Novem-was prime minister twice, ber 1978, Mr. Sharif-Emami first in 1960-61 and in 1978, handed his resignation to the shah, who then tried a military approach with Gholam Reza Azhari, his final prime

> We are engaged June 19, 1998 Pamela Troisch - Steven Hasting Geneva / Seattle

minister, as the nation erupted doo with his brother Lein revolt. Mr. Sharif-Emami onardo, had been fighting a escaped to New York. onardo, had been fighting a thorax turnor in a very public battle at a hospital in Sao

RIO DE JANEIRO (Reuters) — Jose Luiz Costa, 36, a Brazilian country singer

Jacob Katz, 93, an internationally known authority on knowo by his millions of fans as Leandro, died Tuesday of cancer. The singer, one of a dassah Hospital in Jerusalem.

> **Great Location** for Business Travellers

swissôtel 🕎 ISTANBUL

THE BOSPHORUS Contact us direct or your travel agent

dephone: 90-019-254 (f) (f) Teletas, 90-919-254 (f) (5) -FRANKTURT (F) 30-95858 -FRANS (900-989-982 - U.S.A.C.A.MADA: 900-037-9477 - U.S.A.C. (600-014-15 - J.A.P.A.K. (5)(6) (18058 - H.C.N.G. (C)AC; 55-62 3399 - E-mills: Long-Francis-Benesoted (com.); www.locus.mm.com.gus.ses; www.syssisted com

 Subscribe and SAVE up to 60% off the cover price. · Also available: PAY MONTHLY by easy, low cost, direct debit. EARLY MORNING DELIVERY TO YOUR HOME OR OFFICE. Herald Eribune For more information about easy ordering

and availability of hand delivery CALL our Subscriber Customer Service Department: TOLL FREE: 00800 4 448 7827 (008004 IHT SUBS) or Fax: 01 41 43 92 10

PAYMENT BY MONTHLY DIRECT DEBIT YES, I'd like to subscribe and have my bank account debited monthly by FF162. Please start my subscription and send me a bank form to arrange my payment.

E-mail: subs@iht.com

Internet: http://www.iht.com

PAYMENT BY CHECK OR CREDIT CARD ☐ YES, I'd like to subscribe and pay for the following term:
☐ 12 months (+ 2 months free): FF1,950 (Saving off cover price: 46%)

Special, 2-month trial subscription: FF210 (Saving off cover price: 60%)

☐My check is enclosed (payable to the IHT)
☐Charge my: ☐ Access ☐ Amex ☐ Diners
☐ Eurocard ☐ MasterCard ☐ Visa Credit card charges will be made in French Francs at current exchange rates.

Card Nº:. Please start delivery and send invoice. Family Name:\_

Mailing Address: Home Business\_ City:

Telephone: E-Matl Address:\_ Your VAT N° (Business orders only) l got this copy of the IHT at: | kiosk | hotel | larger | hotel | airline | Other FRIB

I do not wish to receive information from other carefully screened companies. This offer expires on December 31, 1998 and is AVAILABLE FOR NEW SUBSCRIBERS ONLY. Return your completed coupon to: Subscriptions Director, International Herald Tribune, 181, Avenue Charles-de-Gauile, 92521 Neuilly Cedex. Fax: 01 41 43 92 10 E-Mail: subs@iht.com

READERS IN OTHER COUNTRIES CAN SUBSCRIBE BY CALLING: EUROPE MIDDLE EAST & AFRICA Tel:+33 1 41 43 93 61 Fax:+33 1 41 43 92 10 THE AMERICAS
Tel: (USA toll free) 1-800-882-2884
Fax: +1 212 755 8785

ASIA Tel: +852 29 22 | | 71 Fax: +852 29 22 | | 99

#### INTERNATIONAL

#### **SLAVERY:** Ivory Coast Accused

Continued from Page 1

Mr. Diarra and his three friends, also from Mali, constitute merely the tip of an iceberg of thousands of coerced migrant laborers, many of them children, in this overwhelmingly agricultural country. As escapees who found someone from their homeland instead of being snared io the web of overseers, bounty hunters and informers, they count among the luckiest ones.

Theirs is a tale as old as the ages in an Africa of ahundant, hard-to-work land and sparse labor - seemingly immutable realides that fed an indigeoous slave trade long before the arrival of the first Europeans. But it is also a nearly universal phenomenoo and has been seeo from the sugar estates of the Florida Everglades and the Dominican Republic to the cotton-bearing loam of the Mississippi Delta.

The ruses that are used to lure and retain the workers from desperately poor hinterlands of neighboring countries like Mali and Burkina Faso are just as tried and true.

Diarra said he was recruited to do farm work in Ivory Coast by an unscrupulous countryman back home who promised him \$250 for a year's work — a fortune for many Malians — and room and

board on a plantacco. He was transported across the border by truck at night. He realized he had been duped when he reached the northern Ivorian town of Korbogo and overheard a negodation between the transporter and a plantation oweer in which he and his fellow travelers were effectively sold for the equivalent of about \$30 each.

"As soon as we reached the plantadon, we were locked up and placed uoder guard," Mr. Diarra said. "We

knew right away that it was a trap."

Ivory Coast's independence movement gained momentum in the 1940s and 1950s as a reaction against the forced labor imposed by French colonialists bent oo huilding a cash-crop economy based oo cocoa and coffee



Like thousands of other Malians, Mr. In a village near Bouafle, Ivory Coast, a youth from Mali who had been forced to work on a corn plantation.

rests to a large extent on the backs of poorly paid immigrants whose labor has helped make Ivory Coast an agricultural

'I've found plantations here where the owners keep 45 children locked in a single room from dusk till dawn, with the only provision for a toilet being a hole in the wall," said Fassirinan Dembele, the Malian consul to Ivory Coast.

His receot work traveling to towns like Bouafle in the ceotral Ivorian couotryside has brought public atteotioo to the plight of migrant workers from his country. The embassy will help Mr. Diarra go home.

"We have 2 million Malians living in lvory Coast," he said, "working in every sector of the economy, including tens of thousands of farm workers. The government cannot afford to admit the

But today, the wealth of this country, extent of the problem, so they close their the most prosperous in West Africa, eyes. If all of these workers went home, they could no longer produce crops

> An official of the Ivory Coast Min-istry of Social Proteccioo, Mama Fofana Kooe, said her government had learned of the plight of Malian migrant workers only from recent press reports and had begun an investigation.

With these kind of charges, we must verify the information ourselves," she said. "Uotil then we cannot make any declarations.

From the vantage point of Mr. Dembele, oo better place to begin an inquiry exists than in his office, where a dozen or more ragged plantation escapees, most of them children, arrive almost every day seeking shelter or help in returning home.

"I made a bad mistake in coming here," said Souleymane Konate, a shy t2-year-old laborer who had just



reached Mr. Dembele's office at the Malian Embassy. "Bot my parents couldn't clothe me anymore, and there was oowhere to go to school in our village. I had no choice but to look for

## AIDS: Africa Struggles With an Epidemic:

Continued from Page 1

If HIV killed as rapidly as plague and influenza, the epidemic would be controlled by oow," Dr. Piot said.

But the AIDS epidemic, Dr. Schwartlander said, has oo end in sight."
Dr. Piot, a Belgian who has worked

with AIDS in Third World countries for more than 15 years, called the new HIV figures staggering. He said he was grams," he said. 'shocked' when he learned that 25 percent of an entire country's adults were infected.

At that time, both Dr. Piot and Dr. Schwartlander said they questioned a statistical error. But checks found the statistics to be accurate, erring on the side of underestimates, the doctors er or both parents.

AIDS are considered the most reliable of any international health statistics. Health any international health statistics. Health officials have long been hampered in sons for the high infeccioo rates in getting a handle oo such information by Africa. the notoriously poor quality of health statistics in most of the world.

The report also includes the first counry-by-country information about availability and use of condoms and reported

conregular sexual partnerships. The UN report cites successes in Senegal, Tanzania, Thailand and Uganda as

evidence that strong prevention programs could reverse the HIV epidemic. Uganda was the first country to respond to a huge burden of HIV infection.

spond to a nuge burden of HIV infection, and cut HIV prevalence to 9.5 percent in 1997 from 13 percent in 1994.

Thailand, which has experienced what the UN said was probably the best-documented epidemic in the developing world, cut its prevalence to 2.3 percent in 1997 from 2.7 percent in 1994. A drop in new infections was costed especially oew infections was ooted especially among sex-trade workers and their cli-

"Even in the industrialized world, reductions of this magnitude are vir-tually unheard of," Dr. Piot said.

Senegal instituted campaigns for safer valence low at about 2 percent. "Sen-

egal acted before it had a major problem, but there are not enough of those coun-

tries," Dr. Piot said.
Matching such efforts elsewhere will take more than money. Dr. Piot said. "The overriding need is political courage - deciding to move ahead with effective approaches despite cultural constraints, such as promotion of condom use, sex education in schools and widespread health education pro-

Last year, deaths from AIDS left 1.6 millioo childreo without at least one pareot. From 1981 to the beginning of 1998, 8.2 million children lost their mothers to AIDS.

In East Africa, 40 perceot of children aged 15 or younger have lost their moth-

'As the oumber of orphans grows and It took the Uoaids program more than the number of potential caregivers a year to gather and verify the figures shrinks," the UN report said, "tradi-with each country, and its figures on tional coping mechanisms stretch to the breaking point."

One is that more women of childbearing age are infected with HIV in Africa than elsewhere.

A second is that African women have more children on average than those on other continents. Thos, one infected woman may pass the virus on to a higher oumber of children.

A third reason is that nearly all children in Africa are breast-fed. Breastfeeding is thought to account for between a third and a half of all HIV transmissioo from mother to child.

A fourth reason is that oew drugs are less readily available in Africa than in industrialized world.

The United Natioos said the figures for Asia, where HIV is a latecomer, are less reliable than elsewhere because only a few Asian countries have developed sophisticated systems for mon-

itoring the spread of the virus.

India has the largest number of HIVinfected people — 4 million — in the

With a vaccine against HIV a distant sex that have kept its rate of HIV pre- hope. Dr. Piot said, "AIDS is with us to stay for a long time."

#### CHINA: Personal Freedom Blossoming

Continued from Page 1

long enough to talk to some ordinary

The issues that most people care about most -- choosing a joh, a place to live, a mate — have gaioed a degree of flexihility that few could bave imagined 10

Eager to accentuate the positive side of Mr. Clinton's engagement policy, administration officials like to argue that U.S. cooperation with China can help promote the growing sense of personal freedom in Chinese society.

In practice, the changes now under way in China are so deep and wide that it is hard to see how U.S. policy can significantly affect them one way or the

as it always has," said Alex Hao, an United States for five years before he munist Party organization anything un-returned to China in 1993. "Americans usual, like a young unmarried couple always think they can change every place. You can't change China as fast as it is changing by itself." Perhaps the most remarkable aspect

### **KOREA:** Unemployment Rises

Continued from Page 1

government doesn't seem to mind seeing these small companies go bust left. right and center.

Mr. Morris predicted that the government could avoid unsettling poliocal pressure from thousands of newly jobless workers as long as most of them did not belong to unions and were poorly organized. "Political pressure comes on when they make large numbers redund-ant from the chaebol," he said.

The hardest-hit sector is construction, where the number of workers has fallen hy 22.4 perceot from a year ago with hundreds of building projects suspended and new contracts increasingly difficult to obtain. The number employed in mining and manufacturing has fallen 14.6 percent from a year ago.

Analysts said they saw no possibility that the rising unemployment would be reversed this year.

Richard Samuelsoo, director of SBC Warburg here, sold a meeting of po-tential foreigo investors Tuesday that he believed the economy would contract by 8 percent by the end of the year, while the won, which closed at 1,385 to the dollar Tuesday, would end the year worth only 2,000 to the dollar.

The Finance Ministry recently admitted that the economy would probably contract by 4 percent after having pre-viously said that a 1 percent decrease was possible. Finance Minister Lee Kyu Sung added to the sense of pessimism, predicting that "a financial crunch" would hit the country "in the next three

Under the circumstances, he said, the government had no choice but to increase took gifts and favors just to do her job. housing and unemployment even if the result would be to weaken the won.

That policy appears to be a response both to companies and to workers.

Companies complain that they are unable to obtain the credit they need to import the raw materials and machinery needed to produce goods for export, which both government and chaebol leaders view as essential to bringing about economic recovery.

Unions say the government is not providing enough funds for welfare and unemployment benefits and have repeatedly mission. threatened to refuse to support an agreement to go along with limited layoffs.

of China's receot history is bow the oation's social and economic change has sped ahead so fast while the political system has remained rigid. These diverging tracks create new strains for anyone who tries to straddle the two, yet for oow most Chinese people seem cooteot to stay on the path that lets their incomes and personal lives flourish.

Relinquishing control over aspects of ordinary life has not come from any benevolent plan by the authorities. Instead, as China has developed ecocomically, with an ever-more-mobile populace, it has simply become more difficult for the authorities to monitor and control the lives of ordinary people.

Not long ago, every lane in Shanghai was subject to the watchful eye of a neighborhood committee, a local orga-"China will find its own way forward, oization typically staffed by retired women who kept track of every resident advertising executive who studied in the and reported to the local police or Comliving together.

Similarly, every work place in the vast state-run apparatus of companies, offices and organizations had its own party organization to keep track of anyone who seemed to stray from the preferred path, io personal or professional matters.

Yet in receot years, each of these avenues of control has begun to melt away. Modern phenomena, like tall apartment buildings and private companies, make it harder for the authorities to control the lives of ordinary individuals.

Yet increased personal freedom is not limited to city dwellers.

In rural China, where the vast ma-jority of China's 1.2 billion people live, old restrictions oo movement from one area to another have melted away. As a result, well over 100 million people migrate to work outside their home area. Su Xiaoli remembers her own days in

the countryside, where she spent five years planting rice as a teenager in the 1970s, having followed orders to move there from Shanghai. 'We had oo choice at all at that

time," mused Mrs. Su, 42, now the deputy manager of a company makes revolving doors. "Now it's the other extreme. My son is 16, and the Duhinin, insisted that devaluation "could only do harm." He added, "I He says it's oo big deal.'

Through her own eyes, Mrs. Su has watched the tentacles of government control relax year by year, gradually granting her the freedom to change jobs, change apartments and travel overseas. She has done each in the last four years,

At a previous job in the telephone bureau, she said, one day of each work week was set aside for a political meetings, where the current political line from Beijing was supposed to be discussed.

In practice, she recalled, that usually meant that a leader in her department would simply read sections of the People's Daily newspaper aloud.

At that time, by her own description. Mrs. Su was relatively powerful. In an era of scarce telephones, she got to decide who got a phone line in their home, and she laughingly admits that she often fiscal support with extra funds for trade. But as privileged as she was, she chafed against all the limits.

"If you sat around and did nothing, life was simple," Mrs. Su said. "If you gasoline for a car, it was an ordeal of paperwork. Trying to change jobs was a

Today, Mrs. Su can huy a plane ticket. book a hotel room or buy a car without any special permission or interference from the authorities. When she quit the phone bureau to take her new joh in 1995, she did not need anyone's per-

"Not even my husband could stop me," she said, laughing again.



Chinese lining up outside the U.S. Embassy in Beijing on Tuesday to apply for visas to visit the United States. Despite often-strained relations, hundreds of Chinese each day seek an opportunity to travel to America.

#### RUSSIA: Yeltsin Sounds Alarm on Finances and Prods Duma

Continued from Page 1

to back up depleted foreign currency re-serves, which stand at about \$15 hillion, including gold. The government reiterated Tuesday that it was determined to defend the currency against devaluation.

The statements came in response to speculation that some kind of devaluation was inevitable. Andrei Illiarnov, a respected liberal economist, said io a radio interview Monday that it was futile to borrow money from international fi-

oancial institutions to prop up the ruble.
The ruble, he said, 'is doomed for devaluation.' On Tuesday, the doltar was quoted at 6.187 rubles, but some analysts are predicting a 30 to 40 percent

have not seen well-argued statements in support of the ruble's devaluation by experts or industrialists. "Today there is no direct threat of devaluation," he said.

negotiations later this week with Stanley high today," Mr. Yeltsin said, demand-fisher, deputy managing director of the ing that all the laws sought by the gov-IMF, on a stabilization loan, Mr. Fisher ernment be enacted before Parliament met Tuesday with Anatoli Chubais, Mr. took its summer recess. "If not," he Yelisin's point man in dealing with in-said, "a different kind of measures will ternational financial organizations, to be taken," a clear reference to decrees. iron out differences on a delayed, \$670 iron out differences on a delayed, \$670 "Shame!" came a catcall from the million tranche of the Fund's current audience. "Who is the master here?"

\$9.2 billion, three-year loan.

Mr. Chubais said that for the new stabilization package, Russia was looking at borrowing not only front the IMF but also from commercial banks and the European Bank for Reconstruction and Development. He said the ralks may take

Mr. Yeltsin threatened in his speech to act unilaterally if the Parliament balked. Mr. Yeltsin has the power to impose legislation by himself until Parliament acts, although his decrees are often unenforced. The lower house, the State Duma, is dominated by Communists and nationalists who have opposed many of his initiatives.

The price of detays and procras-

Mr. Kiriyenko is expected to hold tination, squabbles and quarrels is too

was another. At the top of the government's wish

list is a bill to streamline the tax code. reducing rates and the number of taxes. Alexander Shokhin, leader of the progovernment Our Home Is Russia party, said Mr. Yeltsin could not impose tax laws hy decree, but he promised to support rapid action in the Duma next month.

Gennadi Zyuganov, the Communist Party leader, said Mr. Yeltsin had presented a stale menu of ideas

"The materials are prepared by the same people, same faces, same ap-proaches, he said. The same lack of sout, pain, sympathy and compas-

## BRIEFLY

#### Ethiopia Sending Troops to Front

ADDIS ABABA, Ethiopia -Ethiopia continued to send troops to Its border with Eritrea on Tuesday, preparing for a possible resumption of fighting, state radio and televi-

mile ...

30 J.

TOTAL .

100 fr.

Feed in 12

Swiss Reliance Par

Consider Denties 111

Of

tor

sion reported.

Fighting broke out May 6 over disputed territory. After several cross-border air raids and artillery attacks that began June 5, fighting has ebbed.

#### **Mediation Fails** For Guinea-Bissau

LISBON - An attempt by religious leaders to mediate an end to the two weeks of fighting in Guinea-Bissau failed Tuesday when Sene-galese troops prevented them from meeting the leader of the breakaway military faction, according to re-

ports from Guinea-Bissau.

The mediation effort was the third to fail since Brigadier Ansumane Mane staged a coup in the former Portuguese colooy in West Africa June 7.

## Hope for American Imprisoned in Peru

LIMA — The new prime min-ister of Peru has startled U.S. officials by publicly saying that Lori Helene Berenson, 28, a New Yorker jailed for life on charges of ter-rorism, should be freed from her cell and expelled.

But the officials said the prime minister, Javier Valle Riestra, might be speaking just for himself and not for the government. (NYT)

#### For the Record

The U.S. House of Representatives strongly supported a U.S. undercover anti-narcotics operation that has strained relations with Mexico, approving a noobinding resolution, 404 to 3. (AP)

## IRAQ: Nerve Gas Traces on Missile Fragments Contradict Baghdad's Report to UN Team

Continued from Page 1

its neighbors or internal opponents. The discovery also suggests a continuing effort by Iraq to conceal weapons of mass destruction, Iraqi officials repeated denials regarding their VX program as recently as last week, in a meeting in Baghdad with Richard Butler, executive chairman of the UN Special Commission, or Unscom, which is responsible for finding and destroying prohibited weapons in Iraq.

Mr. Butler is scheduled to report his complete findings to the Security Council in a closed-door session on Wedwanted to get a plane ticket or some nesday. Last week, he informed the council that he had presented preliminary results from the Aberdeen laboratory to Tariq Aziz, Iraq's deputy prime minister, but was rehulfed.

During the discussions, Mr. Butler said in a June 16 report to the Security Council, "the Commission presented the preliminary results of the chemical analysis of certain evacuated remnants of special missile warheads. The Iraqi side rejected these results. Both sides agreed to conduct further discussions on the issue."

Mr. Butler also reported that "Iraq ficials declined to discuss the report, but refused to undertake additional steps to did not dispute its conclusions.

James Ruhin, denied Republican suggestions that the administration had accepted clarify the extent of its attempts to produce the chemical warfare agent VX. lrag stated that this matter was closed and that it was only ready to discuss the evidence available to the commission of incorrect declarations on VX.

Mr. Aziz took strong exception to Mr. Butler's version of the exchange in a lener Monday to the Security Council. He wrote that Iraq had presented all necessary dociments showing that it had not produced VX in 1990 or 1991 "in sufficiently stable manner to be utilized within the framework of the armament program.

Mr. Aziz also asserted that Iraq had completed all disarmament activities required by a 1991 Security Conneil resolution and that a new work schedule agreed to with Mr. Butler would enable the commission to submit its final report. clearing the way for a lifting of Gulf War

A copy of the U.S. Army laboratory report was obtained from officials of the Iraqi National Congress, the principal fragi exile opposition group, Diplomatic rug, "he saidsources confirmed the findings, U.S. of-

The new indications of Iraqi deception are likely to reverberate in U.S. politics. Conservative Republicans have been increasingly critical of what they see as a failure by the Clinton administration to support strongly either aggressive UN inspections for Iraqi weapons of mass destruction or efforts to overthrow the Iraqi leader, Saddam Hussein.

Word of the new findings on VX gas began to circulate on Capitol Hill late last week, leading to the drafting of a letter to President Bill Clinton from Republican congressional leaders demanding to know if Mr. Clinton would back Mr. Butler in a confrontation with Baghdad. The letter was sent to the White House on Monday night.

The Senate majority leader Trent Lott. Republican of Mississippi, one of the four signatories of the letter, said he was deeply disturbed by reports that the administration had not acted on the VX information. "The latest example of a failed policy

toward Iraq will not be swept under the The State Department spokesman, scale, without full understanding.

tions that the administration had accepted restrictions on UN inspections since the Feb. 23 accord between the UN secretarygeneral. Kofi Annan, and Mr. Saddam that averted U.S. military strikes.

We strongly support Richard Butler and UNSCOM, Mr. Rubin said.

Iraq is known to have developed an extensive arsenal of biological and chemical weapons before the Gulf War. In 1994. General Wafiq Samarrai, the chief of military intelligence, defected from Iraq and disclosed that at least 10 warheads filled with VX and 10 filled with anthrax had been available to iraqi forces in 1991.

Iraq initially denied having done any work on VX, then admitted to having conducted some research on it, and finally admitted to having made 3.9 tons in the course of its research, which traqiofficials claimed to ltave destroyed in secret.

At a meeting with two panels of UN experts in Baghdad in February, Lieutenant General Amer Saadi, the head of lraq's delegation, said that "if there was know-how, it was only on the laboratory

حكذا من المدعل

## **Prodi Wins Vote on Enlarging NATO**

#### Small Party Backs Italy Government After Communists Desert It

By Alan Friedman

ROME - The government of Prime Minister Romano Prodi averted a crisis on Tuesday when it won crucial parliamentary support in favor of enlarging NATO, thanks to the votes of a small centrist opposition party.

The Parliament gave final approval to NATO's eastward expansion by a vote of 310 to 79, with 169 abstentions.

The ratification vote - which is required in all 16 member states before the alliance can be enlarged to the East had become a domestic football because the far-left Refounded Communists, a key ally of Mr. Prodi's center-left coalition, opposed NATO expansion.

The government has an absolute majority in the Senate but depends on the Communists in the lower house to approve legislation.

With the Refounded Communist leader, Fausto Bertinotti, refusing to support including Poland, the Czech Republic and Hungary in NATO, Mr. Prodi was effectively deprived of his

VALENCIA, Spain - A Spanish hijacker described as mentally un-

stable seized an Iberia Airlines jet on

peacefully, and no one was injured.

parliamentary majority. Silvio Berlusconi, the former prime minister who leads the center-right opposition, tried to use the NATO vote to bring down the government. After a

meeting with President Oscar Luigi Scalfaro on Tuesday, Mr. Berlusconi had insisted that his opposition Freedom Alliance would vote in favor of expanding NATO only if Mr. Prodi resigned. But the prime minister made plain that he had no intention of stepping

down. His governing coalition, mean-while, was poised to win the last of four votes after it got support from the new Union of Democrats for the Republic, a centrist party that was founded recently by a former president, Francesco

The new party, an assortment of former Christian Democrats that is seeking to occupy the middle ground and assert itself as a power broker in Italian politics, has 31 votes, which on Tuesday replaced Mr. Bertinotti's 37.

Mr. Cossiga mei with Mr. Prodi before the vote and said he was satisfied with the government's policy.

national news agency EFE reported. The Boeing 727 was carrying 131

people between Seville and Barcelona

when it was diverted to the eastern city

Among those aboard the flight was

Political observers here said it was important to Mr. Cossiga that the prime minister made explicit mention of his party, that he met with party members and that he asked for their support in

In spite of Mr. Berlusconi's threat to vote against the government, at the last minute, the center-right opposition ab-

Mr. Prodi, who has governed Italy

since May 1996, had urged all parties to put aside partisan differences. The foreign policy of a great country such as ours is too important for it to become a pretext for a battle over in-ternal politics." Mr. Prodi told the

Chamber of Deputies. A year ago, the Refounded Com-munists opposed a mission to Albania, and Tuesday's vote on NATO again exposed the degree to which the centerleft governing majority is vulnerable to the ideological Marxists that back it.

Mr. Prodi was expected to report Tuesday night to President Scalfaro, amid uncertainty over whether Mr. Scalfaro might send the government back to Parliament for a vote of confidence.

Mr. Bertinotti's Communists have opposed NATO expansion, but they have promised to vote to keep the government in power.

#### ■ Jail Sought for Berlusconi

The prosecutor at the corruption trial of Mr. Berlusconi said Tuesday that he should be jailed for two and a half years and fined \$6.8 million dollars, Agence France-Presse reported from Milan.

Mr. Berlusconi is on trial over accusations that a subsidiary of his Fin-invest media group called All Iberian paid 10 billion lire (\$6 million) in Oc-tober 1991 to Bettino Craxi, the onetime Socialist party chief and former prime minister, who has fled to Tunisia



An Italian policemen inspecting the hole in the courtroom floor through which two Mafia bosses escaped.

## 2 Mafia Chiefs Escape, Embarrassing Italy

ROME — The Italian government was asked to explain Tuesday how the escape of two top Mafia bosses from a disappearance could have happened.

The escape of Ferdinando Cesarano and Giuseppe Autorini, members of the Camorra, the Naples-based Mafia, from a courtroom in Salergo on Monday came as the government was still

According to police accounts, the two mobsters managed to escape the packed courtroom in a Houdini-like defendants' box in the courtroom through a hole that had been cut in the - presumably by outside ac-

> Blocked from view of the courtroom by other defendants also standing in the box, the two mobsters ducked into had launched an investigation.

licking its wounds after the flight of two top criminals last month. the hole and through a tunnel leading to a nearby highway hefore anyone noticed, police said.

By the time guards learned of the escape, it was too late to catch the fugitives, who had been picked up by car, they said. The police were still

scouring the area for the two mobsters. Italian officials, trying to control the damage, said late Monday that they

## Last Chance for Milosevic?

Jet Hijacker Gives Up in Spain

Tuesday, forcing the plane to land and of Valencia. The hijacker at first asked holding more than 100 people hostage to be flown to Athens, then said he

The hijacker's psychiatrist flew to the mayor of Seville, Soledad Be-

Valencia from Seville and by cellular cerril, who was in contact with the

phone, talked him into giving up.

The man, not identified, brandished a television remote control device that

he claimed could explode a bomh, the for the 2008 Summer Olympics.

for four hours. He then surrendered wanted to go to Tel Aviv.

BELGRADE — A senior U.S. diplomat urrived Tuesday in Belgrade with what could De a final warning for President Slobodan Milosevic before NATO takes sleps to try to

end the fighting in Kosovo. delegate to the United Nations, is seen as a last Kosovo. diplomatic effort to get Mr. Milosevic to stop his crackdown on ethnic Alhanians in the

secessionist Serbian province.
Western nations, which sent NATO jets liberating on what measures they will take if

Mr. Milosevic refuses. Mr. Holbrooke stopped in Macedonia en

He also was expected to meet with the cihnic Albanian leader lhrahim Rugova, who supports a peaceful settlement but has limited - if any - influence over the Kosovo Liberation Army.

Kosovo and also has a sizable community of ethnic Albanians.

Mr. Holbrooke is credited with getting Mr. Milosevic and other Balkan leaders to sign the

end the fighting in Kosovo.

But he has made no progress in months of The visit by Richard Holbrooke, a efforts to get the autocratic Yugoslav leader to troubleshonter for the region and the next U.S. halt his campaign to crush militants in

#### ■ NATO Rattles the Sword

A senior NATO official signaled Tuesday Western nations, which sent NATO jets that the alliance was prepared to hit targets huzzing over the region in a warning to Mr. throughout Yugoslavia — not just in Kosovo Milosevic earlier this month, have been deitself — if it intervenes in the latest Balkan

> very short. "Nothing is ruled out," the official said. 'From an air defense perspective, Serbia is a

The West fears the Kosovo conflict could considerations a full range of targets, without

## olbrooke to Press Serb to End Kosovo Crackdown

sute to Belgrade, meeting in the capital, Skopje, with Prime Minister Branko Crvenkovski and President Kiro Gligorov.

spread to Macedonia, which borders on geographic limitation.

Dayton peace agreement for Bosnia.

conflict, Reuters reported from Vienna,

The military official, speaking on condition of anonymity, said that the alliance was also looking at a full range of troop deployment options to end the crisis, adding that the time remaining to find a peaceful solution was

significant threat environment.

And therefore there are at this stage in the

## Swiss Refuse to Pay War Refugee

on Tuesday a request for compensation from a with his mother to Brussels in 1939. As a 16-Jewish refugee who was caught in Switzerland in 1943, handed over to Nazi Germany and denounced as a Jew as the Holocaust raged.

The cabinet made public a letter it sent to he lawyer for the refugee. Joseph Spring. farmer found them and led them to a customs saying that it deeply regretted the incident but insisting that the Auschwitz survivor's de-mand for 100,000 Swiss francs (\$66,800 twas not legally valid.

to compensate him for what he termed his "betrayal." His lawyer said he would appeal to Switzerland's supreme court.

Mr. Spring, now an Australian citizen, was BERN — The Swiss government rejected born in Berlin of Polish parents, but moved year-old, he and two cousins tried to sneak across the French-Swiss border to safety in

Switzerland, he said. Their first anempt failed when a Swiss post. They ran into a Swiss Army patrol when they crossed the frontier again and tried to

follow a railway track into the interior. Border guards then handed the three over to Mr. Spring, 71, said he was disappointed German authorities and informed them that that Switzerland had not found it appropriate the relatives, who were carrying false French German authorities and informed them that passports, were actually refugee Jews. The three were sent to Auschwitz, where his cousins were gassed.

#### BRIEFLY

#### Gonzalez Denies All In Basque Dirty War

MADRID - Former Prime Minister Feipe Gonzalez of Spain denied under oath or the first time on Tuesday that he had thorized a covert terror campaign against sque separarists in the 1980s.

wo years after the "dirty war" scandal ad bring down his Socialist govern-Mr. Gunzalez testified during a poby explosive trial that he had no edge of the wave of illegal attacks out during his administration. sever occurred to me to do anything

t," Mr. Gonzalez said in a crowded

#### t Filed in Germany 2r Train Disaster

on at Spain's Supreme Court.

ANKFURT — A German lawyer on lay filed a suit for manslaughter expected to follow suit next month. (NYT) ist the German rail operator Deutsche ., alleging culpable negligence in the speed train crash that killed 100 For the Record

de early this month. ernd Rosenkranz of Hamburg charged were made from a single component, making the wheel units much safer.

A spokesman for the state-owned Deutsche Bahn said that it did not wish to comment on the allegations, as an investigation into the causes of the Eschede crash was still ongoing.

#### Commons Lowers Age Of Consent for Gays

LONDON — The House of Commons voted overwhelmingly Monday night to lower the age of consent for homosexuals to 16, easily overcoming objections from

leaders of the Church of England. The action, by a vote of 336 to 129, brings the law into line with the age of consent for heterosexuals and brings Britain into conformity with laws elsewhere in Europe and with a recent decision by the

European Human Rights Commission. The Finnish Parliament passed the same measure Monday, and Austria, the one remaining country with 18 as the legal age, is

A decree barring the dumping of toxic , the rail company knew that the wheels waste in Venice harbor was revoked Tuesd on the type of high-speed Inter-City day by judicial decision after the petroress train involved in the crash were not - chemical industry and labor leaders argued . He alleged that wheels on early mod-that the move threatened 24,000 jobs in the if the trains were made from a number industry and would cost it 6 trillion line ifferent components, while later models (\$3.5 hillion) a year.



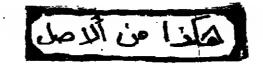
By providing sound, data and image transmission, France Telecom lets the whole world share the emotion of the world's biggest sporting event. Simultaneously.

France Telecom, the Official Telecommunications Operator, brings you all the excitement of the France '98 World Cup as it happens. For over a month, our teams will be providing 12,000 organizers and 12,000 representatives of the media with the most advanced communications resources available, keeping them in constant touch with each other and hundreds of millions of fans all over the world.

When service and innovation are key, you can count on France Telecom, a world-class operator with activities in over 50 countries. Together we can build the world to come. http://www.francetelecom.fr



Let's build the world to come.



## Snared North Korean Submarine Sinks Amid Mystery About Crew

By Mary Jordan Washington Post Service

SOKCHO, South Korea - A captured North Korean submarine being towed by a South Korean warship sank just before reaching port Tuesday, leaving the fate of its crew and the incident's broader impact on stability on the Korean Peninsula still to be determined.

The 70-ton submarine had become fauled in a fishing net about 20 kilameters off the sbore of this seaside resort town Monday. South Korean military divers were attempting to refloat the vessel near a military base south of here. but reported no sign of life aboard.

Officials said they were uncertain if the crewmen drowned or suffocated inside the damaged vessel. They said there was a also a possibility that they bad killed themselves or even swam from the vessel and escaped.

Yes, I am nervous." said Lee Jung Jae, who sat on the seawall here looking out where the submarine had been spot-

JAKARTA - President B.J.

Hahihie of lodonesia, who bas proposed

a special status for East Timor, will meet

Wednesday with the territory's Nobel

Peace Prize-winning opposition leader, Bishop Carlos Ximenes Belo, officials

Bishop Bein boarded a plane for Jakarta on Tuesday, church officials said, as thousands of people took a

motorcade through the capital, Dili.

calling for a self-determination refer-

NEW DELHI — India said Tuesday that Prime Minister Atal Behari Vaj-

payee had sent a letter to bis Pakistani

counterpart suggesting that they hold

bilateral talks during a summit meeting of South Asian nations in Sri Lanka

A spokesman for the Foreign Min-

istry told reporters that the prime min-

ister "conveyed that the presence of the

two prime ministers at Colombo would

enable them to hold bilateral discus-

sinns on all issues of future interest and

decide how to proceed further with the

The spokesman said Mr. Vajpayee the resumption of their stall had written in Prime Minister Nawaz but no progress was made.

from July 29.

dialogue process.

India Proposes Summit With Pakistan in July

two countries.

trying to dig through the smallest crack" in national security.

As the drama unfolded, with military frogmen cautiously examining the spy vessel for fear it would blow up, afficials on both sides of the border played down the incident. Two years ago, the grounding of a North Korean submarine on this same section of coast escalated into a fierce confrontation and 37 deaths.

North Knrea swiftly responded, saying through its official press agency that one of its submarines was missing and that its crew had reported mechanical troubles on its "training" mission.

'Now the life or death of the crew is unknown," the agency said. It did not acknowledge that it had been captured, but neither did it demand that it be immediately returned.

President Kim Dae Jung of Snuth Korea appeared to be balancing his need to be viewed as tough against the hawkish elements in the Stalinist North and his fear of jeopardizing the progress

Habibie to Meet With East Timor's Belo

endum for the former Portuguese

colony, which was invaded by Indone-

sian troops in 1975 and which was an-

nexed by Indonesia the following year.

the meeting would take place on Wed-

nesday afternoon at the president's of-

"The meeting is in the framework of a pro-active dialogue with various pub-lic figures, including figures from East

Timor, in this case, Bishop Belo," he

said. "In that discussion, of course,

Sharif of Pakistan on June 14 reiterating

India's commitment to fostering peace-

ful and friendly relations between the

minister in writing to Nawaz Sharif was

a continuation of the spirit of his earlier

letter to the Pakistan leader as well as

statements calling for a forward-looking

approach free from the contentions of

nations has mounted since both can-

Tensian between the bitterly divided

New Delhi and Islamabad have since

affered differing dates and venues for

the resumption of their stalled dialogue.

the past," the spokesman said.

ducted nuclear tests last month.

'The initiative taken by the prime

State Secretary Akbar Tanjung said

ted. "We can feel that North Korea is made toward improving relations with the North. His military aides called the incident a clear armed provocation by the Communists, but Mr. Kim's top security adviser, Lim Dong Won, was quoted in the Korean media as saying that the incident would have "little im-pact on the 'sunshine' policy," in which South Korean government seeks new cooperation and engagement with

> Pyongyang. In perhaps the most visible sign of improving ties, the South Korean business tycoon Chung Ju Yung returned from a triumphal visit to North Korea on Tuesday and excitedly announced that he hoped to soon start the first tourist business with the North in more than 50

Mr. Chung said he had received assurances from North Korean officials that he could operate a car ferry from this resort to North Korea's spectacular Diamond Mountain.

Before Mr. Chung can start ferrying South Koreans 10 the North, further

various topics on the East Timor issue

Nubel Peace Prize in 1996, has been

untiring in his efforts to fight for the

respect of human rights in the territory.
The one-month old government bas

been under mounting pressure to make a move on the issue of East Timor, which

the United Nations and most states con-

tinue to view as being officially uoder

given a special autonomous status while

journalist Saturday. Mr. Habibie hinted

that Jakarta could also release the jailed

East Timorese rebel leader Xanana Gus-

mao, but on condition that the territory

Portugal and East Timorese activists

immediately rejected the offer, saying

that East Timorese themselves - not

just Lisbon and Jakarta - must be in-

volved in any decision on their future.

Indonesian labor activists have

threatened to bring thousands of work-ers to Parliament on Wednesday, setting

the scene fur a possible confrontation with the military, which has said it will

■ Labor Protest Is Planned

In an interview with an Australian

Purruguese administration.

remaining part of Indonesia.

remain a part of Indonesia.

Bishop Belo, who was awarded the

will arise.

negotiations and approvals are needed from both sides. But Mr. Chung said that once this was done, "more than 1,000 tourists will be able to go to Diamond Mountain every day by sight-seeing boat as early as this fall."

■ Military-to-Military Talks

Military afficials from the United Nations Command and the North Korean Army held constructive talks nn Tuesday in the first such meeting since 1991. Reuters reported from Senul

The talks, being beld at the major general level, were "a good first step in establishing a crisis management mechanism to help prevent or deal with any military incidents," a statement by the United Nations Command said. "The importance of such a mechan-

ism to reduce tensions and discuss Armistice issues was underscored by the apprebension of a Nnrth Korean submarine in Republic of Korea wa-

The statement did not say if the sub-

marine incident had been discussed during the meeting. But a spokesman for Mr. Kim said the South Knrean leader had instructed his representatives to raise the issue.

The UN side was led by Major General Michael Hayden of the U.S. Air Force. The North Koreans were led by Lieurenant General Li Chan Bak.

'The nne-hour-and-twenty-minute meeting was held in a constructive at-

mosphere," the statement said. It was the first such meeting since February 1991, when the talks were held under the auspices of the Military Armistice Commission. North Korea declared the commission "nonfunctional" after a South Korean general was appointed as its head.

The talks Tuesday were "an additional dialogue channel at the senior afficer level," said a United Nations Cummand spokesman, Jim Coles.

North Korea had proposed the talks. saying it was looking for an alternative to the armistice commission.

#### BRIEFLY

## ver Rescin Radio Free Asia Jour Cambodia Monitor Warns on Violence

PHNOM PENH — The head of a European Union election observer team said Tuesday he was concerned about political vinlence, intimidation and interference in elections scheduled for July 26 in Cambodia and called un the authorities to take action.

But the observers' chief, Sven' Linder, said he was satisfied with technical preparations for the ballot-ing, including EU-funded registration of voters that ended last week.

"It must be a matter of utmost priority to ensure there is no more violence, no more intimidation." Mr. Linder said.

#### Hashimoto Vows **Election Victory**

TOKYO - Prime Minister Ryutaro Hashimoto vowed Tuesday to lead his governing party to victory in July 12 elections to the upper house of Parliament, and urged voters to opt for political stability.

He said stability was needed to deal with major problems that include the large number of bad loans beld by Japanese financial insti-

"To opt for political turmoil or stability? I really want Japanese citizens to opt for stability," Mr. Hashimoto said. Half of the seats in the House of Councillors, a total of 126 seats, are at stake. Mr. Hashimota's Liberal Democratic Party needs to win 69 sears to take

#### For the Record

Thirty activists left Taiwan aboard three fishing boats in a new bid to land on a group of unin-habited East China Sea islands administered by Japan but claimed by China and Taiwan. They were to meet and sail with 25 protesters from Hong Kung.

The king of Bhutan, Jigme Singye Wangchuk, was reported by the Bbutan newspaper Kuensel to be dismissing cabinet members' who were not chosen by the people and to have submitted a proposal for political change to the National Assembly.



Bishap Carlos Ximenes Bela in bis car Tuesday after arriving in Jakarta.

crush any such protests, Reuters re- the security forces," said Sunarty, the ported from Jakaria.

Officials at the Indonesian Labor Welfare Union said Tuesday that they planned to go ahead with a demonstration demanding that Mr. Habibie resign despite military threats against the move.

the commitment we have agreed in with and denied there was any agreement.

secretary-general of the recently rec-ngnized labor union.

'We will release a full list of our demands at the protest, but basically we want Habibie to resign." she said.

But a Jakarta military spokesman. ieutenant Colonel D. J. Nachrawl, said "We are still having the protest, and the capital's military command planned we are gning to the Parliament, as that is to take firm action against such protests



Probably the best beer in the world.

region of the ded and the second BORGET ..... a An Freez Rabi Frencis -House Panel Backs & Linto are v

aught :1-

620M17784-

atrian Tin Venin 2.5

more as

some total.

The Ray of the

KOREL TEX

TOTAL CO

Clinton Assa

"mental F" 9,4 The Ist the Lan. 5

೧೯೪

GENERAL

how the Texas THE THE STREET

> SUFERMO ACK YO

ATLANTIC

VENUS IN F 

ASIA/PACIFIC

## BRIEFLY

Rarns on Fiolence FRACIM PENH — The has and Tuesday he decling the followed violence of the following the followed violence of the followed

estern the authority in

the observery that

and he was single preparation, for the many preparation, for the many El funded to the many he arranged Hoff of the attended of the state of the sta y to the other part of no mary mand ्र<sub>ीवा जाते.</sub> Hashimoto Jon Election Victory

 $\Phi_{\mathrm{three}} = \Phi_{\mathrm{three}} M_{H_{\mathrm{c}}}$ 

the transfer of the of Justine

-11. Thing party.

distrong to a

a Parisament die version politicals. Capillity and Paris. - Ferminal of P ations of linux.  $^{\rm sq}$  for robustions.  $\frac{1}{12} \frac{\partial g}{\partial q} \frac{\partial g}{\partial q} \frac{\partial g}{\partial q} \frac{\partial g}{\partial q} .$  $\sim H_{\Delta H/\rho/\beta_{m}}$ 1. Outseller, are

of a state of

Liberal Limit

AND NO CILL

For the Record

or wines on L

Cambodia Monity Clinton Assails China **Over Rescinded Visas** 

3 Radio Free Asia Journalists Are Barred

By Brian Knowlton

WASHINGTON - President Bill Clinton, seeking to fend off pressure from congressional critics of his China visit, denounced Beijing on Tuesday for denving visas to three journalists who had planned to cover the trip for Radio Free Asia, which is funded by the U.S. government. He said the move was highly objectionable."

But the president received a boost from his Democratic allies in the Senate. who on the eve of his departure moved to spare him embarrassment by limiting debate on legislation proposed hy critics

of his China policy.

Mr. Clinton told reporters that the visa denial was "a highly objectionable de-cision," adding: "We will protest it. We hope they will reconsider it."

He said the move would deprive Clima "of the credit that it otherwise would have gotten for giving more visas to a more diverse group of journa-

The Radio Free Asia journalists had obtained visas from the White House

With many in Congress angry at Beijing for its stance on Taiwan, which it The Radio Free Asia journalists had just as the scores of other reponers traveling with Mr. Clinton had done. But on Saturday, a Chinese Emhassy official called the three to tell them their entry visus for China were being rescinded.

The Chinese move drew angry critteism from many in Congress. The House speaker, Newt Gingrich, Repub-lican of Georgia, told Mr. Clinton he was "gravely concerned" by the Chinese action and suggested that the president take the three journalists "as your guests on Air Force One."

Radio Free Asia was established by Congress and enjoys strong support from Mr. Clinton, who only weeks ago

istration's China policy. China has often jammed its broadcasts, charging that their intent is to undermine the Chinese

The three journalists were identified as Feng Xiaoming, a Chinese-American broadcaster, Arin Basu, an Indian diplomatic reporter, and Patricia Hindeman, an American technician and producer.

The Clinton trip, the first hy a U.S. president since the 1989 massacre of student-led protesters around Tiananmen Square in Beijing, was already facing an unusually heavy cloud of criticism from Congress, as well as an array of legislative attempts to influence the

nerging relationship. More than 75 China bills await action in the House and the Senate, most aimed iit imposing additional sanctions on China. The legislation reflects longstanding complaints against China for what critics say are chronic human rights abuses, unfair trade practices, and transfers of sensitive weaponry to countries including Pakistan and Libya.

considers a rebel province. Chinese officials have indicated that they want reassurances from Mr. Clinton that the United States would oppose independence for Taiwan.

Others in Congress have taken sharp and for agreeing to make an official ap-pearance on the edge of Tiananmen Square. Presidential spokesmen have said that he will speak out strongly against human rights abuses while in China.

The criticism of Mr. Clinton has been fueled by allegations that satellite ex-

#### Clinton's China Itinerary

Thursday, June 25: President is

Friday, June 26: Visits village of Xia He; visits site of discovery of the Terra Cotta Wamors outside Xian. Flies to Beijing.

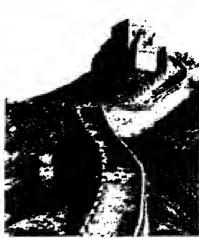
Saturdey, June 27: Welcomed in state arrivel ceremony by President Jiang Zemin at the Great Hell of the People, on the edge of Tiananmen Square. Meets with Jiang and senior officials in the Greet Hall of the People. Clinton and Jiang hold news conference. State banquet at Great Hall of the People.

Sunday, June 28: Attends services at Chongwenmen Church. Visits Forbidden City and Great Wall of

Mondey, June 29: Addresses students et Beijng University. Flies to Shanohai.

Tuesday, June 30: Meets with community leaders from Shenghai erea. Mayor of Shanghai hosts reception at Shanghai Museum.

Wednesday, July 1: Clinlon addresses U.S. business leaders



from Shanghai aree. Meets with new Chinese homeowners and builders.

Thursday, July 2: Flies to Guiling discusses environment with Guilin residents. Tours the Guilin Peaks along Li River. Visits village of Yangshou. Flies to Hong Kong.

Friday, July 3: Addresses business and local leaders of Hong Kong. Holds news conference. Departs for Weshington.

Chinese satellites were influenced by Democratic campaign contributions. Those matters are being investigated by issue with Mr. Clinton for deciding not to committees in the House and the Senate, visit with Chinese dissidents on his trip, and hearings will continue during the Clinton visit.

A total of 151 House Republicans and call off the trip until questions about the satellite transfers are clarified.

The amendments that were put on hold ports to China might have harmed U.S. Tuesday to the Senate responded to some week," be said. "We're not going to praised it as a key part of bis adminnational security, and that waivers perof the critics' concerns. One amendment embarrass this president.'

The author of the amendments, Senator

mitting the launch of U.S. satellites by would deny travel to the United States by Chinese officials who engage in religious persecution or forced abortion and sterilization policies. Another would return jurisdiction over satellite-technology exports from the Commerce Department to the State Department.

The Senate minority leader, Toni one Democrat, James Traficant Jr. of Daschle of South Dakota, insisted Tues-Ohio, signed a letter asking Mr. Clinton to day that he would keep debate over those amendments from proceeding during the president's visit. "I'm not going to allow one single vote on China this

> Tim Hutchinson of Arkansas, insisted that their intent was to give Mr. Clinton a stronger hand in China. "Far from embarrassing the president," he said, "it is incumbent upon us to strengthen his ability to address human rights issues."

But Mr. Daschle and other Democrats disagreed. "China has a long way to said Senator Dale Bumpers of Arkansas," No one argues that.

But, he added, "China should receive some recognition" for the steps it had laken. "Common sense dictates that the president do exactly what he's doing." Some Republicans supported that sentiment, saying they hoped to avoid a confrontation that could damage broader

U.S. interests during the Clinton trip.

### China's Reminder to U.S.: The Key Issue Is Taiwan Arms Deals and Independence Are Opposed By John Pomfret

BEUING - China told the United States on Tuesday what it wanted during the summit meeting between Presidents Bill Clinion and Jiang Zemin: a commatment by the United States to decrease its arms sales to Taiwan and a public statement by Mr. Clinton that the United States opposes Taiwan independence, Taiwan's effons to join the United Nations and a policy that recognizes both China and Taiwan.

The statement, by Foreign Minister Tang Jiaxuan, was a blunt reminder of the potentially explosive role that Taiwan could play despite the improving ties across the Pacific hetween Washington and Beijing. It also was a clear sigo that despite

several other issues that concern China - such as trade sanctions and access to American high technology — the Tai-wan issue remains critical to the

"The Taiwan question is a very special issue in China-U.S. relations," Mr. Tang told American reporters in Beijing. "It's the most sensitive, the most imponant — and at the core of bilateral relations between China and the United States.

Mr. Tang's focus echoes what U.S. and Chinese analysts have been saying for weeks, that China during this summit meeting is interested in one substantive issuc alone: Taiwan.

China wants remaining economic sanctions, which were imposed oriChina after the 1989 pro-democracy crackdown, lifted. It also wants the United States to improve the expon to China of high-technology products. But these is-sues are dwarfed by Taiwan.

While the Clinton administration is coming to China with a slew of issues from shared concerns about a nuclear weapons race in South Asia, to trade issues, to human rights, China has made it clear to American officials that it has directly linked progress in those areas to U.S. policy oo Taiwan.

In our view, the president should at an appropriate occasion make a public statement, a reiteration of the public statements that the United States has made on this issue, Mr. Tang said. "The United States should also take concrete actions, to match their words and deeds.

Asked specifically if this meant lower weapons sales, Mr. Tang said, "Yes." China has asked the United States to

that committed the United States to decreasing arms sales to Taiwan. Arms sales to Taiwan were worth S510 million in 1982. Last year, the United States sold St.8 billion worth of

weapons to Taiwan. A Defense Department official said he saw little chance that the United States would significantly lower arms sales to Taiwan, adding that the United States would soon launch a program to help Taiwan with some of the hightechnology items - such as F-16s and Patriot anti-missile systems - that the United States has sold it over the past

The Defense Department official also pointed out that the 1982 statement also obligated China to pursue a peaceful solution to the Taiwan problem. This official said that China's missile firing exercises and military exercises off Taiwan's coast in 1995 and 1996 constituted a violation of the communiqué as

The issue of Taiwan's reunification with China has troubled Chinese leaders since the late 19th century, when Japan colonized the island 100 miles off the coast of Fujian Province. In 1949, Chinese Nationalist troops, led by Chiang Kai-shek, fled there, defeated by the

Communists in China's civil war. The United States broke relations with Taiwan in 1979, the same year it established official ties with China. But Congress soon passed the Taiwan Relations Act, which obligated the United States to protect Taiwan if it was at-tacked. China to this day maintains a threat to invade Taiwan if it declares

independence.
Chinese officials have privately acknowledged that their goal in pushing the United States to decrease arms sales to Taiwan is to tighten the screws on the island nation and further isolate it. Without American security assistance. Chinese officials reason. Taiwan will be forced to begin negotiations with the Chinese government over a political set-

In a briefing for American reponers at the sprawling Foreign Ministry compound, Mr. Tang also lambasted the U.S. Congress for what he said was its ig-norance about China. And he justified China's decision to hold the welcoming ceremony in Tiananmen Square by saying it was normal protocol.

Congressional critics of President Clinton have criticized him for assenting to the Chinese proposition that he be welcomed near the site of a violent abide by a communiqué President Ron-ald Reagan signed in Shanghai in 1982 June 1989.

#### 6 House Panel Backs Clinton on Normalizing Trade With Vietnam every country in the world, "This is favored-nation status because it has ver to

WASHINGTON - A House panel gave its backing Tuesday to the Clinton administration's opening of trade with Vietnant and moved to redefine "most favored nation" trade status, a designation that has been the focus of the annual battle over economic relations with China.

The Ways and Means Committee's trade subcommittee approved a measure that would change "most favored nation" to normal trade relations."

The term refers to the tariff treatment the United States confers on almost

oecded to correct a misnomer under U.S. law," said the chairman of the sub-Republican of Illinois.

He noted that currently only six countries - Afghanistan, Cuba, Laos, North Korea, Serbia and Vietnam — do not enjoy most-favored-nation status. While Vietnam is still on that list, Pres-

ident Bill Clinton issued a waiver in March denies normal tariff treatment to countries with restrictive emigration policies. Vietnam is not eligible for most-

sign a bilateral commercial agreement with the United States, But the waiver did open committee, Representative Philip Crane, the way for Vietnam to get government credits and investment guarantees.

On June 3, Mr. Clinton reissued the waiver for the period of July 3, 1998, to July 2, 1999. Congress can reject that waiver, as some lawmakers try to do every year with China, Representative Dana Rohrabacher, Republican of California, has sponsored exempting Vietnam from a 1974 law that such a step, but the subcommittee, in a voice vote, expressed its opposition to his proposal and the full committee was expected

## THE INTERMARKET

**a** +44 171 420 0348

The state of the s

#### GENERAL

**World Cup Tickets** 

ALL WORLD CUP TICKETS WANTED. including finals Best prizes paid. English spoken. TelfFax: +44 171 930 4536

Legal Services

ANTICIPATE THE EURO, DISCIPE placement of currency for private conver-sion to Euro or other currency. Fex. re-quests & contact into to. +1416 3525283

BELGRAVIA

**ORCHIDS** 

LONDON - EUROPE

**YOUR COMPANION 24 HOURS** 

TEL: LONDON ++ 44 (0)

.0171 589 5237

A Priveleged Feir enjoy our Platinum Membership

Your Dreams are Our Reality

info@atlantic-platinum.com

LONDON: 07 074 074 770

INT:+44 (0) 7000 77 04 11

SWITZERLAND-GERMANY

BELGIUM-LUXEMBOURG-UK

++31-20-427 28 27

TRAVEL SERVICE WORLDWIDE

LONDON: (0)171-978 6606 COSMOS Escort Agency - Credit Cards

A FIRST CLASS Escori Service

Legal Services

DIVOGCE 1-DAY CERTIFIED Call or Fex (909) 922-3615. Write: 16787 Beech Bard. #137, Humington Beach, CA 92648 USA #-mail: Gwonze@sprynet.com

DIVORCE IN 1 DAY, No travel. Write: Box 377, Sudbury, MA 01778 USA. Tet 978/443-8387, Fax 978/443-0183.

Hi We're Back

SUPERMODELS

of Scandanavia

LONDON-COPENHAGEN

+ 44 (0)7071 558899

international

ESCRATS.

World's top international beauties

NY USA Holders: 1-212-765-7896 OFFICEOINTIL-ESCORTS.COM

HIGI-SOCIETY

Worldwide Executive Escort Service

Elegant High Class Models Tel: ++44 (0) 7000 444476 View Model Gallery IMFO at: web@i=a.net

**VENUS IN FURS** 

LONDON 0171 362 7000

FIRST CALL

Colleges & Universities

LASALLE UNIVERSITY 504-624-2958, Dept. 958 620 Lotte Dr. North Mundoville, LA 7047's USA

ARISTOCATS Escort Service Beautiful lat? Photo Models 3 Shouldham St. Loudon Wi

EUROCONTACT INT'L

PARS ANTWERFORMEN ZURICH RIVIERA BRUSSEL STONDON VIERA MILANTONE SI GERMANY A PRAGUE COPENIAGEN ATHENTOS ANGLES Escot Savize Vienne 1443-1-212 0431

For Ellip Julia ++39 0035417734 cards

MILAM \* ROME \* TOP ESCORT Travel Paris Riviers Liston Germany UAE

coropeen JET SET " VEDENA " PARIS "RIVIERA ZURICH TIBURCH LONDON ROMENIILAN Escon & Travel Service Vienna ++43-1-315 40 44 Credi Cards

**Announcements** 

ARITA FROM HONG KONG Private Es-0705 009 8805 artiz@odental escort.com

Escori Savice Helens-0981 758010 Lon-don, Erral: Info@GoddessGallery.com

BARCELONA-MADRID-ANDALUSIE & MALLORCA. MINA First Class Escoti Servica. Tel: 929 70 86 73

"BERLIN - FRANKPURT - ZURICH"
"CARISMA ESCORT AGENCY"

\*\*CONCEPT 2000\*\* EXCLUSIVE ESCORT & Travel Agency FRANKFURT 080 - 955 20 774

EXOTIC ESCORT SERVICE

HEIDI'S HIGH SOCIETY VIENNA PARIS RIVIERA ZURICH GENE MAUNCHEN International Escon & Travel Sarvice Vienna ++431/535 41 04 all credi cards

PARIS Genera EscorlAgency ++41 73 6377884

LENA'S . LONDON ESCORT SERVICE Finest Ladies for Discerning Gentlemen Tel: 0171 584 2230 credit cards

GUYS & DOLLS ESCORT SERVICE MILATROMETORINO ATHENS PARIS BRUSSELS GERMANY SWITZERLAND COTE D'AZUR' SCANDINAYIA SPAIN Tet +39 (0) 335 619 0438 Credit Cards BEAUTY INTERNATIONAL New 24th Worldwide Escort Service Stunning, Articulate, Elegant Ladies Tel: 07071 225009 Advance bookings

CHELSEA ESCORT SERVICE 51 Beauchamp Place, London SW1 Tel: 0171-584 6513

GENEVA PRETTY WOMAN

top level ledies, hotel veils, bavel escon service near Dusseldorf & Cologné ar-

THRICH - CREDIT CARDS

port. Tel: +49-211-498 46 71

PARIS +3120-5789-221 / +318-54228-124

Ameterdam JAN BIX ESCORTS. For he and she. Escori service since 1967 Tet +31/0/20 623 1584/420 3827

Off-Campus Degrees
Bachelors \* Mesters \* Doctorale
Credit for Work & Life Experience

VIENNA, AUSTRIA. Tol: 713 - 3574 Are you sad or womed? Lonely or de-pressed? Are you despairing or suitable? It helps to talk about & Phone: BETREMOERS in total confidence. Mon-Fri. 9:30 am - 1 pm and every day 6:30

BEST VIRTAGE POND YACHTS Michael Young Condon Passage London +44 (8)171 2262225 & 0468 233633

ASTONISHING LOS ANGELES Gosdess

BARBARA ESCORT AGENCY, The best choice in the French part of Switzerland, Phone +41 79 448 53 58.

Tel: 0041-848 80 70 77 - Credit Cards

BLACK SEAUTY ESCORT SERVICE Exclusive Elegant Educated & Friendly London & Healfrow. 01819082261.Cards

Italian, Friendly, Reliable. London 0961 44 50 26 EXOTIC MODELS Educated Elegant Es-cort Service London: 0181 968 1645 or 0181 960 8840

\*\*\*\*FLORENCE\*\*\*\*\*\* SELECTIVE ESCORT SERVICE LONDON only 0171 262 2886 All cards "HARMONY" MADRID'BARCELONA LISBOA". The most exclusive ascort service. Tet 908 818964 or 919 837332

MDIAN \* ASIAN \* ORIENTAL Esceri Service. Beautiful, Irlendly & discreet. Credit Cards. LONDON 07018 709814 MOIAN & EXOTIC Beauties. Sophisticaled & Sturning. Offering a Discreet 24hr Escon Service. Tet: 0370 464718

JAPANESE Ferrit Service London - Heathrow Tet: 0556 572 543 all credit cards

LONDON & HEATHROW Sturring German Biorde, Multilingual, Escort Service, Tet 0956 247628 LONDON PRIVATE ESCORT SERVICE Middle Eastern & Turkish Beauties 7at 07775 680000 24hrs Credit Cards LYDIA HONEY BLOND Very lensing. Dalesia Escot Service Pure Linnay. Private Escort Service Cheisea 0171 370 3419

TOP CLASS Escot Service. English Belora midnight. Tet 34-913 738 838 MANCH ESCORT SERVICE classy, pretty and multingui. Tel: +49-(0)171-891 56 49

" NADRID GLAMOUR "

CAROLINE Escori Service Tet 079 / 403 30 81

4:

**Announcements** 

BAREME AS 24
AU 24 JUNI 1998
Prix Hus TVA en devise locale
braducaon disponible sur demande)
Remplace las bareries anterieurs

FRANCE time C) en FET - TVA 20 8% UK (zone B) en il - TVA 17.5% (floui 5%) GO: 0.5729 FOD" 0.3476 ALL FILACISE trope I) DAM - TVA 16%

0.92 SCSP 1,28 GO: 1.02 SCSP: 1.36 BSLGIQUE en FBM - TVA 21% GO 20.65 FOO: 9,24 SC97. 32,07 SCSP: 30,08

HOLLANDE (20162) NLG/1 - TVA 17,5% GO. 1,214 FOD: 0,754 SCST: 1,886 SCSP: 1,847 LUXEMBOURG en LUFA - TVA 15% GO: 17.74

SC97: 103,10 SCSP: 107,59 Usage reglemente

ESPAGNE tone A) to PTASATVA 16%

FEELING low? - Having problems? SOS HELP crisis-line in Engast. From 3.PM to 11:PM Tet Paris +33 (0);1 47 23 80 80

TRASCO Stretched Limousine 42" based on MB S 600 L (1996), stretching approx. I 070 mm emerald black, leath black/grey, approx. 50,000 km, VAT-fil applicable net. FOB DM 300,000,-TRASCO Stemdamm 38, D-28719 Bremen Tet+9 (4) 421-83 115/Fac+9 (5) 421-83 (2 05

Auto Rentais

RENT AUTO DERGI FRANCE: Weekend FF500 - 7 days: FF1500 Tel Pans +33 (0)1 4368 5555. Fay (0)1 4363 9529 Autos Tax Free

workinide supply of lax-free cars AUDI Vertades, BMM. Porsche, Call Germany

+49-211-4493930, faz 49-211-44 938327 ATK WORLDWIDE TAX FREE CARS!

Real Estate for Sale

#### **AUTOMOBILES**



25 YRS OCEANWIDE MOTORS

Export new and used LHD / RHD cass Termicide 40, 2930 Areverp Belgium, Prione +32.3,645,5002. +3236457109 Since 1959

Herald Eribune

Announcements

SUBSCRIBER CUSTOMER SERVICE: For questions or questes about the deli-ery of your newspaper, the status of your subscription or about ordering a subscrip-tion, please call the following numbers: EUROPE, MEDOLE EAST AND AFRICA: TOLL FREE - Austria 0860 8120 Bel-gium 00800 4 448 7827 Denmark 00800 4 448 7827 France 00800 4 448 7827 Germany 0130 848585 Great Brit-ain 00800 4 448 7827 Greace 00800 33 12 15 06 Ireland 00800 4 448 7827 Israel (pad call) 03 5121750 Raly 167 780040 Losessbourg 9800 2703 Nather-lands 00800 4 448 7827 Norway 995800 4 448 7827 Sweden 030 797039 Switzertand COSOD 4 448 7827 Elsewhen Switzerland (0000 4 4-98 7827 Exembers (+33) 1 41 439 361 THE AMERICAS: USA (tol-free) 1-800 8822846 Exembers (+1) 213 7523820 ASIA: Hong Kong 2322 1171 Indonesis 809 1928 Japan (tol-free) 0120 454 027 Korse 3572 0044 Malaysis toll free) 1-800-880102 Philippines 895 4946 Singapore 325 0035 7ahvan 7753456 Thudiand 277 4455 Exembers (+852) 28221171

French Riviera

NEAR CANNES - LUXURIOUS VILLA, about 700 sq.m. + 14,000 park, swimming pool. Solendid sea and mountain views, also for rent. Dumer Tet +33 (0): 48 25 24 50. Fax +33 (0): 1 11 10 93 59



Autos Tax Free

FRED OPERT RACING INC. USA Porsche New 996 CARRERA COUPE Black/black leath climateA-C surrout 18 ofts Free Worlande Delivery \$74.975 Phone1-201-3271111 Fax1-201-3276222 Check our website www.open.com

Auto Shipping

SAVE ON CAR SHIPPING. AMESCO, Aribbesir 2, Aribbert Belgion, To/From US. Africa, Regular Ro-Ro sailorg, Free

PRESTIGIOUS CONTEMPORARY VIL-

Paris and Suburbs

DPPOSITE NOTRE DAME CATHEDRAL Oual de la TourneBe, exceptional: huge living, 1 bedroom, landscaped terrace, High class fittings, FF3.9M. Owner Tet: +33 (0)1 45 77 22 42 or 43 25 71 84

Real Estate for Rent



Tel +33(0)1 43129800 Fax (011 43129808

AGENCE CHAMPS ELYSEES Specialists.
Furnished apartments, 3 months or more or unfurnished, recidential areas Tel: +33 (0)1 42 25 32 25 Fax: +33 (0)1 45 63 37 69

AT HOME IN PARIS PARIS PROMO Apartments to sent turnished or not. Sales & Property Management Services 25 Av Hoche 75008 Paris Fx01-45611020 Tel: +33 (0)1 45 63 25 60

16th, short term lesse, from 1st July to 15th Sept Large living room, 2 large bedrooms, 2 large bathrooms, equipped latchen, 6in floor little, Magnificent views, 54,000 imonth. Tel +33 (0)1 45 00 47.93 ST GERMAIN DES PRES, RUE JACOR

16th, POMPE, double living, bedroom equipped latchen, bashroom. 4th floor, lift. FF10,500-nel. Tet +33 (0)1 42 77 77 75 200 METRES from CHAMPS ELYSEES 36 sq.m. studio, high class FF4,000/ week. Tel +33 (0)1 4721 8817 after 8pm.

4 rooms. July 8 August. All comforts FF15,000 for 2 months. Tel: work +33 (0)1 6415 3925 or home (0)1 4296 4984

Paris Area Unturnished 7th, AVE BOSQUET, 500 sq.m. Refined, highly lutanous, Receptions, 5 bedrooms, Justified high price Exclusivity BELL GROUP Int'l Tel: +33

(0)1 47 27 34 65. Fax: (0)1 47 27 16 24

Next Special Heading

REAL ESTATE IN THE SOUTH OF FRANCE. THE FRENCH RIVIERA & MONACO ON JUNE 26

INTERNATIONAL HERALD TRIBUNE in Paris

For more details please contact:

Tel.: +33 (0) 1 41 43 93 85 Fax: +33 (0) 1 41 43 93 70 E-mail: classified@iht.com

**Employment** 

Switzerland GENEVA, LUXURY FURNISHED epart ments. From studios to 4 bedrooms. Tet: +41 22 735 6320 Fix +41 22 736 2671

EXECUTIVE with extensive managerial experience, international trade, financing, marketing, Flucin in English, Romanian, Hobsew Seeks suitable position, Tet. 972 52 C11 934 / 972 9 7673868

Executives Available

General Positions Available WANTED Company abroad looking for top phone salesmen. Good closers meet-ed High SUS commission. All expenses paid. Tel Canada (416) 969-1642.

General Positions Wanted DO YOU NEED someone to organise your life/remove the stress? I have many years overseas expectence as PA/sacretary/administrator. Am happy to go anywhere at a moment's notice. Well dressed, well educated, expellent qualif

With the production of the second

International **Herald Tribune** 

ads work

THE INTERMARKET

Continues on Page 11

........ A Charge of a See Gars rundin her allare. Line They was or one of Bhutan, he - a sak was the Torre Kura that menn to the pe and properly a price and the Na Escorts & Guides THE FINEST & THE MOST SINCERE
18 - 38+ INTERNATIONAL
BEAUTIFUL & ELEGANT
SECRETARIES, AIR HOSTESSES &
MODELS + AVAILABLE AS scort Agency Credit Carde Welcome ATLANTI We have an Exclusive Hand Picked Portiolio Book available to view by appointment Worldwide offening the Ultimate Escott Service for Global Travellers and Jet Ser



## **Imprisoned in China**

Chinese Medical College, is serving a nine-year sentence in Beijing's Liangxiang Prison. His crime: assembling a list of people jailed for taking part in pro-democracy demonstrations in Tiananmen Square in 1989.

From the Beijing area alone, he documented more than 700. Of those, 158 - mostly workers, rather than students - received sentences of more than nine years and are presumed still held. Many were sentenced to life in prison, from a 22-year-old named Sun Chuanheog to a 76-year-old oamed Wang Jiaxiang. Li Hai himself was convicted of "prying into and gath-

ering ... state secrets."
We thought of Mr. Li as we read President Bill Clinton's explanation in Newsweek of "Why I'm Going to Beijing." Mr. Clintoo wrote of the "real progress — though far from enough" — that China has made in human rights during the past year.

That progress, according to the president, coosists of: the release of "several promineot dissidents"; President Jiang Zemin's receiving a delegation of American religious leaders; and China's announcement of an "inteotion to sign" an important international treaty oo human rights.

That is a rather threadbare litany, even before you take account of the fact that two of the three releases for which the administration takes credit relate to dissidents who have been forced into exile, and that China has not said when it will ratify the human rights treaty, even if, as President Jiang stated in a separate Newsweek interview, it signs the document this fall.

How meager these accomplishments in human rights really are becomes clear when you stack them up against the administratioo's own de-

Li Hai, 44, a former teacher at the cidedly modest goals back in 1996, hinese Medical College, is serving a when it already had downgraded the priority of human rights.

According to reporting by The Washington Post's Barton Gellman, the Clintoo administratioo offered Cbioa a package deal in November 1996: It would no longer support a United Nations resolution calling attention to China's human rights abuses, if China would release seven prominent dissidents, sign two international treaties on human rights, allow the International Committee of the Red Cross to visit Chinese prisons, and establish a forum of U.S and Chinese

buman rights groups.

When China failed to fully meet any of the demands, and rebuffed the United States oo two of them, Mr. Clintoo said it was good enough.

This again calls to mind what is disquieting about his China policy not that he is pursuing a policy of engagement, but that the engagement too often is on China's terms.

This Wednesday Mr. Clinton leaves for China. He is the first American president to visit since the Tiananmen massacre. His aides promise that he will speak out oo buman rights, and there is a chance that he will meet the mother of a student killed in Tiananmen. The first could be valuable if his remarks are broadcast on Chinese television; the second could be an important symbol, especially because many relatives of Trananmen victims continue to be persecuted and harassed.

But Mr. Clinton's remarks, above all, should be honest. For the sake of Li Hai, the 158 he documented and the many be did not find, Mr. Clinton sbould not trumpet "real progress" in a human rights record where no such progress exists.

- THE WASHINGTON POST

## **Hong Kong Blues**

Few markets bave been as subject to down 50 percent sloce the October government influence as the Hong Kong property market, Hong Kong's government owns most of the land, and its decisions on how much land to release for development have been crucial. Now the results of past decisions are haunting Hong Kong.

For more than a decade, the supply of land for development was kept low by agreement of the British and Chinese governments, and the Hong Kong property market was strong for most of that period. That seemed to serve everyone's interests. Britain took pride that all was going well: China could boast that prices showed that no one was afraid of its takeover; the big land developers could make money without worrying about a huge oew supply of land that would drive down prices.

In the process. Hong Kong prices rose to dizzying heights and the market took on a life of its own. Rising prices became the reason to buy, as residents tried to purchase apartments before prices weot up even more.

Now all that bas ended. The Asian crists has brought recession and high interest rates to Hong Kong, and it is estimated that property prices are

peak. On Monday, as part of an eco-nomic stimulation package, the gov-

ernment canceled plans for land sales.
Hong Kong is using fiscal stimulus
to fight its recession. The lack of revenues from new land sales means the end of a 15-year run of balanced budgets, and tax rebates are being made as the government tries to stimulate private spending.

But there is still a lot of fear in Hong Kong. High interest rates - needed to support the currency's peg against the dollar - have slowed business activity and helped to push down property prices. The large number of Hong Kong residents who own their own apartments feel much poorer, and banks are worried about bad real estate debt.

As Asia searches for stability, it is to be hoped that the government's fiscal Kong would be far better off now if the government in years past had reacted to soariog prices as private owners probably would bave - by puttiog up more land for development and thus slowing an ascension of prices that got our of hand.

-THE NEW YORK TIMES.

#### Make Your Own List

The American Film Institute canoot have expected to make anybody too angry with its list of the 100 greatest American movies of all time. We would be shocked - shocked! - if anyone scriously disputed the placement of "Casablanca" among the rop 10, along with "Cirizen Kane" (No. 1), "The Wizard of Oz," "On the Waterfront" and other beloved works. Still, brushfires of contention broke out the moment the list was made pub-

lic last Tuesday. Some lamented the shortage of silent films (only four made the cut, three by the immortal Charlie Chaplin). Others raised an eyebrow that the best 100 films included five by Steven Spiel-

berg, the most by any director. But arguments over a list such as this are surely as much a part of the ritual as the results themselves.

The film institute, which used the vote to kick off a series of festivals and repackaged videotape sales this summer, cootributed to that impression by the long run-up of comination, voting. tobbying and teasing part-releases of the names of buffs included in the voting. The president and the vice president, it was divulged, had been asked

to vote. Some 1,500 other voters were 10 remain unidentified - an outright invitation for every media outlet in the country to solicit top-10 lists from their own celebrities and reviewers.

And why not? Academic fashion these days demands that we be skeptical about the very notion of a "canon," an approved list of the best in any endeavor. But people love canons. The zeal with which people disagree with whatever list is put forward, whether it is the t0 Greatest Books of All Elernity or the Year's 10 Worst Dressed Movie Stars, is matched only by the zeal with which the dissenters set about com-piling lists of their own.

Unlike some of these categories. movies remain a field in which the greatest artistic achievements are still in great measure also the most popular

and widely enjoyed. Let the experts sniff that early masterpieces were ignored in favor of "Tootsie" and "E. T.," or that David Lean's "Lawrence of Arabia" had no business being considered as an American film in the first place. This is one fight that everyone can join on the merits.

-THE WASHINGTON POST

#### Herald Eribune

KATHARINE GRAHAM, ARTHUR OCHS SULZBERGER Co-Chairmen of the Board

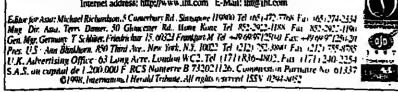
PETER C. GOLDMARK IR., Chairman and Chief Executive Officer RICHARD WOOLDRIDGE. President and Chief Operating Officer MICHAEL GETLER. Liceutre Ethion

KATHARINE P. DARROW, Vice Chairman

• WALTER WELLS. Managing Editor • PAUL HORVITZ, Depun, Managing Editor . KATHERINE KNORR and CHARLES MITCHELMORE. Deputs Editors . SAMUEL ABT and CARL GEWIRTZ Assuring Editors • ROBERT I. DONAHUE, Editor of the Editornal Pages
• JONATHAN GAGE, Business and Finance Editor

 RENE BONDY. Senior Unc President and Chief Financial Officer DIDIER BRUN. Circulation and Development Director
 STEPHEN DUNBAR-JOHNSON, Advertising Director

Directeur de la Publication: Peter C Gokhnark Jr International Herald Tribune, 181 Avenue Charles-de-Gaulle, 92521 Neuitly-sur-Seme, France, Tel.: (1) 41.43.93.00 Fax: Subscriptions, (1) 41.43.92.10; Adventsing, (1) 41.45.92.12 News, (1) 41.43.93.38. Internet address: http://www.ilu.com/E-Mail: iht@iht.com/





## Indians Will Discover What Globalization Means

DASNA, Uttar Pradesh — The folks in Dasna, north of New Delhi, have never heard of Alan Greenspan. Stock Exchange. They are confident that India will do just fine, despite the economic sanctions imposed by the United States on India and Pakistan for their ouclear tests.

"We are 900 million people. We will not die from these sanctions." said Pramod Barra, 42, the village doctor in Dasoa, where there are more water butfalo and bicycles than cars on the road.

"This nuclear test was about selfrespect, and self-respect is more important than roads, electricity and water. Anyway, what did we do? We exploded our bomb. It was like shooting a gun off into the air. We didn't burt anybody.

and what many officials of India's Hindu nationalist government don't understand, is that since 1991 their country has opened its economy to global imports and investors, and made itself partially dependent on global

What the people doo't understand.

capital to fuel its growth. If anyone forces India to put its nu- vestors beware.

By Thomas L. Friedman

They do not own shares on the Bombay clear genie back in the bottle, it is not going to be the United States, the United Nations, Pakistan or China. It is going to be the faceless gnomes of this global market.

fundamental truth about globalization: It does not end geopolitics. Nations will still defy international norms in pursuit of respect, or in response to real or imagined threats, no matter how integrated they are. But what globalization will do is exact a whole new price for that sort of defiance.

A team from the Moody's bond rating agency quietly slipped into India last week. The team concluded that the Indian economy - after the government's new bloated, directionless budget, the Indian ouclear tests and the U.S. sanctions - is heading in the wrong direction. As a result, on Friday, Moody's downgraded Iodia's economy from "investment grade," which means it is safe for global investors, to specularive grade," meaning: In-

This is far more important than any U.S. sanctions, because it will raise the cost of borrowing for every Indian

company and state government seeking funds from abroad. And because India has a low savings rate, those foreign funds are crucial for its growth. Indian companies will now have to

The Indians are about to learn a turn more to the Indian treasury for capital, and the government, which is already engaged in far too much deficit spending, is either going to have to open up the money taps, and trigger inflation. or let companies starve for cash. The Standard & Poor's rating

agency also changed its outlook on the Indian economy, from "stable" to "negative." This is a real blow to a country that oeeds \$500 billion in new infrastructure over the next decade to remain competinive.

Said Tarun Das, director of the Confederation of Indian Industry: "There is something called sentiment in the world market. People put money where they feel good. Unfortunately, people are oow worried about this part of the world. We are getting all sorts of hits on our web site from foreign investors. who are asking us. 'Are you at war?'

No wonder that foreign direct investment in India, which was only \$100 million when India opened its economy in 1991 but then soared to \$4 billion, has started to slow again. Foreign investment in the Bombay Stock Exchange is about \$8 billion, a quarter of India's total foreign currency reserves, and those for-

eigners have been seiling lately. The Bombay Stock Exchange Index. which had been resisting the Asian flu. has slid from 4,300 to near 3,000 since the nuclear tests. The rupee has lost 10 percent against the dollar.

'Indian society was so carried away with the euphoria over the ouclear test that it has not carried our a cold assessmeot of what the implications are," remarked Rajendra Pachauri, an analyst at the Tata Energy Research Institute.

"I fear that there will be a sense of denial for a while that nothing is wrong. and theo, when something hits us, we will be totally unprepared. I fear that society could react in an unpredictably negative manner. There could be a real sense of trauma. We need to prepare Indian society for that.

The New York Times.

## Clinton's Visit to China Can Do More Good Than Harm

ROME - American cooper-anon with Beijing on the international scene has suddenly become a significant reality. The coming summit meeting should move forward to mutual action on the ecocomic

problems of Asia, particularly Japan's; joint striving to cootrol a nuclear arms race between India and Pakistan; and joint pressure on desperate North Korea not to kick over its own applecart and raise tension in Northeast Asia. Yet Bill Clinton's ceremo-

nial visit to China will underpin a regime that rules primarily by fear enforced by an extensive and ruthless police force, both paramilitary and plainclothes. Mr. Clinton's visit will ac-

celerate, however slightly, the political effect of China's commercial, financial and techoological opening to the outside - the erosion of Beijing's powet.

New information and new

By Robert Elegant ideas must be permitted corry if Nonetheless, the party still rules

indostry and trade are to con- with harsh authoritarian meatinue to expand. The Clinton sures in the provinces, and will visit will in the long run further as long as it can. weaken the dictatorship it streogthens in the short run.

first lauoched an all-out campaign to change China by word and by deed. Since that assault failed, the administration has been too respectful to the Chinese leadership, scanting forthright criticism and supply-ing advanced technology with military applications like missile guidance systems to a country that is bound someday to resume saber rattling against its

China's large-scale econommunist Party as commerce, finance and industry become more significant, and political

The party did not initiate economic liberalization 20 years The Clinton administration at ago to reduce its own power, but for the opposite purpose. Deng Xiaoping coovinced his col-leagues that they could not retain power if they did not meet the people's demands for a better life. Yet he realized in 1989 that ecocomic liberalization was encouraging active oppo-sition to Beijiog's despotism. Thus came the slaughter of the innoceots, the pro-democracy demonstrators around Tiananmen Square in 1989.

Beijing is oow impaled on ic liberalization is, however, re- the homs of a dilemma. If it ducing the power of the Com- does not allow constantly expanding economic liberalizatioo, which alone can improve the people's lot, it will fall from factors decline in importance, power. Yet as that liberalization does not allow even minimal ternational Herald Tribune.

opposition and demands for a much louder popular voice in the government.

One deleterious aspect of Washingtoo's growing warmth toward China appears unavoidable. More and more, every consumer item, from shirts to television sets, is marked Made in China.

Last year China exported goods worth \$63 billioo to the United States, while the United States sold only \$13 billion worth to China. Mr. Clinton talks of saving hundreds of thousands of American jobs by maintaining trade with China. which has an ecormously favorable balance of trade and foreign exchange reserves totaling \$140 billion.

He is certainly beloing

American consumers to buy much more cheaply by maintaining most-favored-nation treatment for a country that

expands it arouses ever greater civil rights to its people. But he is also exporting more American jobs to China.

American or other Western workers, oot to speak of Japan's and South Korea's, cannot compete with China's virtually inexhaustible supply of very cheap labor. Cities are now crowded with tens of millions of job seekers, and wages for casual labor have declined

sharply.

Finally, by agreeing to a reception in Tiananmen Square Mr. Clinton bas risked being seen as another humble envoy making obeisance to the Chinese leadership. Unless, of course, he there speaks out forcefully for much greater freedom of expression, as well as for a much greater popular role in China's government.

The writer, author of a number of books on Asio, contributed this comment to the in-

## Beware, America, the World Financial Crisis Is Serious

NEW YORK — Despite last week's tremors, an eerie calm hangs over U.S. financial the loternational monetary sys- linkage and the overwhelming stratospheric highs, interest rates have hit 30-year lows, and Wall Street sees the economy as impregnable. It is America as a

financial island. But this isolation is increasingly untenable. A financial firestorm is spreading across East Asia, Russia and parts of Latin America. Curreocies have collapsed, capital has fled and economies have sunk on an unprecedented scale. The IMF has depleted its resources dangerously, trying without success to contain the storm.

All this constitutes the worst financial crisis sioce the birth of

world market meltdown.

How would such a meltdown happen? We saw a glimpse of that last October, when the Asian financial crisis was just coming into full view. Currency and stock markets in four of the leading Asian nations had been crushed, and then the mighty Hong Kong market suddenly plunged. This triggered huge, same-day declines across Europe and a stunning 554point drop to New York.

The next morning, the financial world held its breath. Luckily, markers stabilized. But everyone had seen the global

stitution, could torpedo consumer and business confidence and stop the economy in its tracks. That is what is happen-

ing now in Japan. In this unstable setting, the U.S. financial markets and the economy are dangerously exposed for five reasons.

 The stock market is already at Himalayan levels and poised for a correction. Most valuation measures, like price-to-earning ranos, are at record levels. It is said that the colossal amounts of available money must be invested somewhere and can only flow into stocks. But that nostrum belies any grasp of finan- ders about the security of its cial history.

• The financial crisis is markets, which reflect a seem- term in 1944, and it seems to be risks in these markets, threatening U.S. corporate fallen back into disfavor with ing oblivion to the spreading accelerating. The U.S. Federal In America, a truly steep fall profits. After eight years of do- the international markets. ing oblivion to the spreading accelerating. The U.S. Federal international financial crisis. Reserve and Treasury are instructional financial creasingly worried about a lapse of a large financial instruction in the stock market, or the college financial instruction in the spreading accelerating. The U.S. Federal international markets.

In America, a truly steep fall profits. After eight years of domestic expansion, profit gains already are down to low single-emergency lender, the IMF, is digit rates. But Asian demand for American goods and services is dwindling. And the fall of the yen is badly undermining the overall international com-

petitiveness of U.S. products. The international financial crisis is worse than it looks. Some of the former "tigers" --Malaysia, for ooe - still officially project growth for 1998, but the reality is that all their

economies are contractiog. the fourth most populous nation in the world, could shrink at the terrifying pace of 20 percent in one year. Hong Kong, the economic paragon, may itself be on the verge of recession.

Conditions in Japan have deteriorated to alarming levels. Last week the data signaled not just recession but a sharp one, perhaps the worst since the oil crisis of the early '70s.

This decline is particularly grim because Japan usually serves as the engine of growth for Asia. It has long been the biggest single market for East Asian products, but that market is now slumping.

Russia, meaowhile, has become a basket case. Its currency has come under heavy setting pressure, and short-term interest rates were raised to 150 percent, an unbeard-of level, to defend it. Its 12x system is dysfunctional. labor strife is rampani and one always wonnuclear arsenal. Mexico and Brazil have now

financially depleted and facing heavy criticism. In the past year it negotiated \$120 billion of emergency financing for East Asia and \$57 billion for Russia, including huge chanks of its own funds. But it is running out of money, and the United States seems unwilling to contribute its share to replenish it.

The Fund is apparently down to \$15 billion of hard currency and \$23 billion io a special bor-The economy of Indonesia, rowing facility. These amounts are far 100 small to protect against another regional crisis

say, in Latin America. · Finally, there is the sheer strength of the global financial markets. Apart from nuclear weapons, they are the most powerful force the world has experienced. In receot months the markets have obliterated governments overnight and imposed previously uothinkable changes on one oaoon after another. One day President Suharto of Indonesia is still omnipotent. Then, after the markets

render their verdict, he is gone. Those who think that the mighty United States is immune to such forces are wrong. This is

a dangerous moment. The writer, an investment banker, served in the U.S. Treasury Department in the Carter and Clinton administratians. He contributed this com-

ment to the Los Angeles Times.

## IN OUR PAGES: 100, 75 AND 50 YEARS AGO

1898: Autos for War

PARIS - Automobiles for the army! France revolutionized naval warfare by the introduc-tion of ironclads; she is also about to alter the conditions of warfare on land. A circular issued by the Minister of War invites owners of automobiles to present themselves for military service with their vehicles, which are to be utilized in manœuvres. The automobile is an immense advantage for transporting food and ammuoition. Hence a great saving in time, economy in horses and in men, who can be utilized elsewhere.

1923: Liquor Seized

NEW YORK - United States Customs officials broke the British Customs and Excise quadruple scals upon the liquor stores of the White Star liner Baltic and confiscated virtually the whole of the stock which

had been brought from England for use on the homeward journey. Thus bas America replied to the challenge of the foreign shipping companies which sought to bring inside the American three-miles limit stocks of liquor intended for passengers on the east-bound voyage.

#### 1948: Two Germanys

called her eastern European allies to draw up a security plan against a "new German imperialist aggression," and to plan a counter-attack against moves to set up a western German state. Russia's Foreign Minister V. M. Molotov headed the meeting of Foreign Ministers of seven ma tions. It was widely speculated that the talks would lead to an announcement that Russia would favor setting up an eastthe Western Allies' proposed federalized western Germany.

#### France and Russia shy away from the expense of creating which they draw immense benand preserving a multipolar efits but which they themselves

academic Samuel Huntington warned that a world without U.S. primacy would be a world "with more violence and disorder and less democracy and economic growth than a world where the United States continues to have more influence than any other country shapiog global affairs." He was right, of course. But lately Mr. Huntington

WASHINGTON — Five years ago, the Harvard

has joined the scholars and pundits around the globe who denounce the "arrogance" of American hegemony. Whether a newspaper is

published in Cairo. Paris or Tokyo, you can be sure that its editorial page will issue peri-odic demands for a "multipolar" world that limits U.S. dominance. Supposedly, a semblance of international justice can be achieved only in a world characterized by a bal-

ance among relative equals. For all the bleating, no nanon really wants genuine multipolarity. No nation has shown a willingness to take on equal responsibilities for managing global crises. No nation has been willing to make the same kinds of short-term sacrifices that the United States has been willing to make in the long-term interest of preserving global order.

No nation, except China,

has been willing to spend the

money to acquire the military

power necessary for playing a greater role relative to the

United States. And China's

By Robert Kagan neighbors as creating a more

Well, if Not U.S. Hegemony, What?

harmonious environment. Not only do countries like world they rightly fear the geopolitical consequences of destroying American hegemony. Real multipolarity would

inevitably mean a return to the complex of strategic issues that plagued the world before World War II: in Asia, the competition for regional preeminence among China, Japan and Russia; in Europe, the competition among France, Germany, Britain and Russia.

Consequently, those contributing to the growing chorus of anti-hegemony and multipolarity are playing a dangerous game.

The problem is not merely that some of these nations are giving themselves a free ride on the back of American power, benefiting from the intemational order that American begemony undergirds while at the same time puncturing little holes in it for short-term advantage. The more serious danger is that this behavior is already eroding the sum total of power that security and prosperity. can be applied to protecting

the international order. Consider the recent standoff with Iraq. America's ability to pursue the long-term goal of defending the international order against Saddam military buildup has not ex- Hussein was undermined by actly been viewed by its France and Russia's efforts to Foreign Policy.

attain short-term economic gains and enhanced prestige. They took a slice out of American hegemony, but did so at the price of leaving in place a long-term threat to an international system from

have no ability to defend. In other words, these countries did not possess the means to solve the Iraqi problem. only the means 10 prevent the United States from solving it.

The same can be said of the nuclear testing in India and Pakistan. The developing nations that sit on the board of the World Bank balked at the idea of imposing punitive sanctions against India. Those countries might enjoy the short-term speciacle of humbling the United States, but are they prepared for a South Asian nuclear arms race that might engulf Iran and China? It might be easier to dismiss

all this foreign gruntbling were it not for the stirring of neo-isolationism in the Uoited States today. Perhaps the most profound threat is that Americans will heed this criticism and forget just how important continued U.S. dominance is to the preservation of a reasonable level of international

The writer is a senior associate at the Carnegie Endownient for International Peace. This comment was adopted for The Washington Post from an article oppeoring in the Summer 1998 edition of

محدًا من المدعل

MED IN STA 30 02 E 2003-07 and the member at the Welli Sanctor make a

Give Presiden

On Automatic

reserved forests and the second secon

BUT FROM IL

m 23 -1

mon on he ...

Sanction . -

והין שונין

ani liheit.c.

The gratia T

species (--

permitting at

of mistr

Tell po un

American

with the state

20.00

10000

1,50

. .

171.50

4.72

 $\sigma:=\sigma\circ a_{\eta}$ 

7.2%

100

10000

1 - 1 - NO 3

7.72

100

7 1 1-2+

1.0

Allegary

, .

UNESTHAT BIND

A tale ? With ....  $\Sigma$   $\Psi$ Revenden. Months Kan THE INSTALL ...

I made in MECHANIC / The -We been at ather ... to better OTRACT . . . \* mo 7. // dear livestra

fact of the more than THE TO K. T. MINITED ... the of de

increases and the same of the

or deline to the strategy of t

BEST SELLERS

WARSAW - Soviet Russis

It street Strain Action 

# ation Means

No wonder that foreign dure is a series in India, which was only life. Soft when India opened no sly life. Soft when India opened to \$4 billion has seen to \$4 billion has seen to \$4 billion has a seen to \$4 billion has been seen to \$4 billion has been seen to \$4 billion has been seen to \$4 billion has a been seen to \$4 billion has a \$4 billion has a \$4 billion has been seen to \$4 billion has a \$4 billion has been seen to \$4 billion has a \$4 billion has been seen to \$4 billion has a \$4 billion has been seen to \$4 billion has a \$4 billion has been seen to \$4 billion has been see an society was so carned acquired acqui thas not carried out a cold a

Give Presidents a Break

**On Automatic Sanctions** 

By David S. Broder

President Bill Clinton is lob-

bying for more leeway on sanc-

lions, even threatening to velo

new bills. Senator Lugar and Rep-

resentative Lee Hamilton, Democrat of Indiana, and a sizable group of allies from both parties,

backed by industry and farm

groups frustrated by loss of mar-

kets, are pressing legislation that

would make sanctions less of a

Sanctions have their uses -

when applied correctly. Stuart

Eizenstat, the undersecretary of

state who has exhausted himself

trying to straighten out some of

the problems, told me that "there

are circumstances when sanctions

But in recent testimony, he

cited experience in Iran, Sudan,

Burma, Nigeria and Cuba to show why sanctions "should not be a first resort" for U.S. lawmakers.

Mr. Lugar said that, as the prin-

cipal sponsor of the sanctions law

that Nelson Mandela credits with

helping hring down the apartheid regime in South Africa, he, too,

knows they can be valuable when

would require sanctions legisla-

tion to state explicitly the policy

objectives being sought, to ana-

lyze the economic effects in the

United States and abroad, to in-

clude authority for a presidential

waiver when the White House de-

termines it to be in the national

interest, and to terminate after two

When India and Pakistan ex-

ploded uoderground nuclear

devices recently, they were auto-matically subjected to unilateral

sanctions under a law sponsored

by John Glenn, Democrat of Ohio.

But with no waiver authority for

the president, the United States

Common sense suggests that

sanctions deserve more careful

consideration than they have re-

The Washington Post.

**BOOKS** 

powers declined to go along.

from India and Pakistan.

ments of real cleverness and

sleight of hand, it is largely a

behind the narrator's breakup

have loved or bedded are im-

mediately recognizable. D,

for instance, is obviously

Egg beauty married to an ath-

lovelorn millionaire. L is

she was and forever will be"

in the narrator's memory. And

ries" - the English chan-

Others are somewhat harder

with his girlfriend.

years, unless extended.

Mr. Lugar and Mr. Hamilton

they are carefully targeted.

are necessary and effective."

reflex response and more of a

thought-through policy option.

WASHINGTON — Senator Richard Lugar of Indiana, a man not given to rhetorical over-

statement, calls them an "epi-

demic." The Republicans' most

respected foreign policy spokes-

man is talking about the raft of

economic sanctions imposed by

the United States in recent years, a

feel-good reflex with decidedly

In the 80 years since World

Wat I ended, the U.S. government has banned aid, trade or other

commerce with sanctioned oa-

tions 115 times. Remarkably, 61

of those actions have been taken

during the last five years. In 1997, the President's Export

Council reported, U.S. sanctions were on the books against countries

with more than half the world's

population. The tool continues to

One measure, the Freedom

From Religious Persecution Act

Representatives last month, could

curb trade with as many as 75

countries, according to the find-ings of the latest State Department

Sanctions are imposed, almost

report on human rights abuses.

'always, in pursuit of some highly

valued priociple, whether it be

stopping terrorism, slowing the spread of nuclear weapons, halt-

ing the drug trade or defending

The problem is that unilateral

sanctions rarely work; indeed,

they often have the effects of harn-

stringing U.S. diplomacy and an-

tagonizing allies. Too frequently,

'American companies are shut out

of markets others are happy to

occupy; too often, the impact is

felt hy an oppressed population.

imposed by statute, with varying

degrees of discretion for the pres-

-ident to apply them. Mr. Lugar

says they have become foreign

policy-making on the cheap.

At first," he told me, "there was a feeling on Capitol Hill the

administration was not very fo-

cused on foreign policy, so every-

one felt free to play."

We have a good number of members who do not want to use

the military anywhere," he added.

"Sanctions are a way of having

your cake and eating it, too. You

make a statement, and it appears

to be cost-free."

LOVES THAT BIND

¿Edith Grossman. 244 pages.

HE premise of this oew

"\$23. Alfred A. Knopf.

:Michiko Kakutani

Reviewed by

not by smug, insulated rulers.
The sanctions are commonly

\_that was approved by the House of

grow in popularity.

civil liberties.

mixed results.

inal there will be a sense of the something the something has be a sense of the something has been something the sound be a sense of the sound be a se auma. We need to page Sea Just limes

## od Than Harm

- ा त्रश्मार 10 गर people है। also exporting more due immerican or other hear South Korn's Che bate with China's runt Textustible supply of te ....ded with iens of make or seekers, and wages to labor have declar Finally by agreeing to the

in Tiananmen Soc. :: - - - another humble on obersance to t radership Union there speaks to 101 much page ..... Proff expression & v. . Tauch greater pope China , governmen

. . . Ter, anthor of an Con Asia mag ··· minient to the b i Herald Tribus

## Crisis Is Serious

1... > 30000 the security of a ...... 47:334. and Brazil have go ... : ancaal markets. • world i fecoma

By Julian Rios. Translated by and the leafer, the DIF. ... . depleted and fare in the passe : /: \_:=d 5120 billion: mancing for E 's 's fallion for fire. ture chunks of . Born is running ...... 10 coate : rlenish it = \_ \_ is apparently to - en of hard come These are

ingenious one: A man who has been abandoned by his girlfriend writes her a series of "women" in his life as he lwanders about the city of London, looking for his lost love. and we Each of these women bears when reguest more than a passing resemb-- Likit Amen Dere hier lance to a famous literary heroine, from Proust's Albertine to Raymond Queneau's Arus Ing sit the man are an the selfs in rease style of the original author. ... The bar of 'It's a premise that promises the reader a postmodern send-up of the gaps and overlaps of 20 Ps literature and life, as well as some entertaining literary high jinks: what you might get مرابع المرابع المراب if you commissioned Que--- (:111:) neau and Donald Barthelme int to rewrite "Don Quixote" . In the States K. The state of the state of ...- III

17k

Two Carrie

and "A Portrait of the Artist as a Young Man." Unfortunately, Rios does teuse with bright green nails not deliver on the enormous and a string of lovers. potential of his idea. Though

ARMOR By Jewel Kilcher THE LAST FULL MEASURE by Dannelle

IS BRIDGET JONE'S DIARY.

I TUESDAYS WITH MCRRIE by Misch Albom 2 A PIRATE LOOKS AT FIFTY, by Jimmy Buffen

NONFICTION

## **BEST SELLERS** 3 WE ARE OUR MOTHERS' DAUGHTERS. by Color Robers. 4 TITAN, by Ron Chemow 5 THE MAN WHO LISTENS TO HORSES, by Mony Roberts.

The New York Times
Thus list is based on reports from more
than 2,000 bookstones throughout the
United States. Weeks on the list are not
necessarily consecutive. FICTION WIDOW FOR ONE YEAR, by John Irving..... 2 CTITIES OF THE PLAIN. by Cormac McCarthy ......
3 SECRET PREY. by John Sandford

1 YOU BELONG TO ME by
Mary Higgars Clark

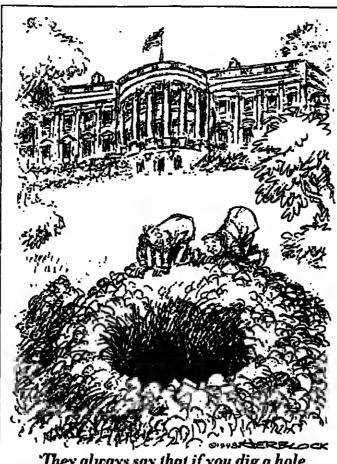
OH THE PLACES
YOU'LL GOL by Dr. Seuss

"" IS FOR NOOSE by
Studies of Sandford Norversations
12 CONVERSATIONS
WITH GOD: Book I. by
Neale Donald Walsch
J3 MIDNIGHT IN THE
GARDEN OF GOOD
AND EVIL by John
Berendi 7 MESSAGE IN A BOTTLE 14 TALKING TO HEAVEN. II COLD MOUNTAIN, by 

TEIGHT WEEKS TO OPTIMUM HEALTH. by

2 SUGAR BUSTERS, by H. 

## OPINION/LETTERS



They always say that if you dig a hole deep enough you get to China.'

## Doomsday Techies Bit by the Bug

NEW YORK — "They'll come at night — especially if you've got an electric lamp glowing somewhere, a dead giveaway."
warned one member of an on-line survivalist conference.

'I've got an order in on a 500gallon water tank," explained another, "I'll give you the URL."
"Won't a tank that large be visible from the road?" asked the

"No. I'll be keeping it under-

I had intended to spend the week finishing research for a

#### **MEANWHILE**

column about the millennium bug that software and hardware glitch that will prevent computers from recognizing the year 2000. But a vast majority of the in-

formation and speculation I found had little to do with fixing the problem. Most people appear more concerned with surviving an inevitable crisis of hiblical proportions, by any means necessary.

Although apocalypse fans have always looked for any excuse to expect the worst, the millennium bug has provoked a great deal of doomsday scenario planning from otherwise sane people. This time, they have a technological rationale for their rantings.

The millennium bug does pose

## By Douglas Rushkoff

two distinct threats. Many operating systems and programs, from the Cobol code running giant data-bases to most copies of Quickeo in use today, cannot calculate fourdigit dates. The year 2000 will appear simply as "00," leading the program to treat any post-millen-nial date as a repeat of the 1900s.

While engineers are busily combing key software - like the programs running banks and stock exchanges — for such problems, the likelihood that they will find and correct every line of code within the next 20 months is remote.

Even if they do, there is another potential problem: embedded chips. Unlike software, the microchips running everything from nuclear power plants to oil rigs cannot be rewrinen. Like the chip inside your VCR or microwave, these devices are not accessible, and their commands are burned in.

The only way to update a noncompliant power plant or robotfilled car factory floor is to determine which chips will malfuncoon and then replace each one,

In the case of an offshore refinery, it means sending divers hundreds of feet under the ocean surface. And there is disagreement about whether most of these

chips use date functions at all. The CIA has accepted the fact that there will be numerous failures of such systems around the world. But instead of focusing oo the technological side of the crisis, the CIA is collecting data on what their Y2K chief calls the tumult" that could result. That is, it is evaluating individual societies to determine how disruptions in electric power, banking and other services might affect them.

The CLA predicts that newly developed nations, like those in Asia and Latin America, will be the hardest hit.

While the United States, Britain and Australia have had enough time to head off the worst disruptions, as well as having a fairly stable social fabric, many other nations that only recently adopted computer technology do not have the money to invest in diagnosing all their systems or the political climate to ensure public safety.

But many Americans, who have always had something of a penchant for bomb shelters and militia compounds, are husy preparing for the temporary paralysis.
In his new book, "Strategic Relocation: North American Guide to Safe Places, "Joel Skousen, a security consultant, outlines instructions for storing food, creating alternative power and build-ing secret hiding places and storage facilities to thwart hostile

intruders and huogry neighbors. Uolike Mr. Skousen, who be-lieves that neighborhood support groups and tood cooperatives would crumble under the pressures of a real crisis, a number of more community-minded survivalists are already developing "safe haven" real estate.

In South Dakota, Colorado and Virginia, several companies are offering leases on plots of land in year-2000 collectives, all with access to private generators, fresh water and farmland. We can only imagine the measures that will be taken to defend such installations. In truth, the Y2K crisis — if

there is one — will probably be fueled more by this sort of panic than by lapses to technology.

Even if the hanking system were to shut down for a week, most people could survive on what they have. An extra trip or two to the cash machine before New Year's Eve is all it would take,

But the fear of such a disruption could easily lead to a rush on the banks. Likewise, the hoarding of water, gasoline and other re-sources would lead to far worse calamity than a day or two of scattered power outages.

The real opportunity here is to resist the temptation to withdraw. not from banks but from society.

Although technology has fostered a vast set of interdepend-'social, political and economic encies, a disruption to the system need not send us running to the hills. We could much more easily educate the public about the poteorial risks to business-as-usual, and help one another prepare for a

few days of inconvenience,
Ironically, those preparing for
and, I would argue, fostering
an apocalyptic scenario are the very people who understand enough about technology to help us prepare for the coming crisis. Unfortunately, they do not understand ecough about people to engineer a cooperative, instead of a mercenary, style of social management.

In a sense, the CIA has the right idea. This is not about computer programming at all, but about the real values infusing what we like to think of as our civil society. With any luck, we will come to understand that there is more to survival than meets the "l."

New York Times Special Features.

#### LETTERS TO THE EDITOR

#### World Cup Watchdogs

Regarding "Don't Bet on U.S. Soccer." June 20:

The article highlights John Vinocur's lack of knowledge of how far soccer has progressed in the United States. Eighteen million people there now play organized soccer - town teams and Little League teams. In my home county in New York state, 23 out of 27 high schools play soccer instead of football,

had oo maneuvering room, and, as is often the case, other major I have lived in Germany for 24 years and have coached a soccer Senator Glenn told me he now team io my town to four chamwished he had provided a 30-day piooships in seven years. Ripping cooling-off period so that the a team apart when it loses is not an president could have sought mul-American trait but more of a Gerflateral support or used the threat man one. of sanctions to obtain concessions Hiring overpaid Europeans to

lay in the United States will not help the sport. That was done with Franz Beckenhauer after Pele retired, and that was a giant flop. MARK SMITH

Alzenau, Germany.

Soccer probably will never amount to more than a club sport in the United States because we already play a game involving patience and endurance, nuanced pleasures and low scores."

It is called baseball. TOM BRAMAN. Brussels.

Regarding "Overawed U.S. Team Learns a Bitter Lesson," June 17: Since when does the United States not play to win? Tab Ramos's quote about the U.S. loss to Germany stung worse than the loss itself. JASON HACKWORTH

As a Briton, I would like to apologize to the French people for the shameful behavior of my countrymen and the devastation these thugs have caused to their country and to Marseille.

SARAH J. SHERBROOKE. Dhahran, Saudi Arabia.

Regarding "Why Some Referees Trip on Raugh Tackling Rules," June 19:

The tone of the article suggests that African and other non-European players who got yellow or red cards deserved them because of crude tackles, while the other teams were only unfortunate to get such cards. The most offensive part is:

"If the Cameroonians always play like this at home, how is it they have 22 fit players to form a World Cup squad? "Perhaps the answer is that,

although they may earn a living in European leagues, for much of their lives, like many in hot countries, they often play in bare feet. The sole of a hare foot, even one not used to shoes, inflicts little damage.

One would have thought that such stereotypes were a thing of the past.

WILLIE CHATSIKA.

# **Good News**

## to our readers in Marseille and the Southeast of France: The IHT is available at all these fine news agents.

(13) BOUCHES DU RHONE AIX EN PROVENCE Le Havane 57, Cours Mirabeau 37 Blvd du Roi René Kiosque Presse Place Bellegarde Kiosque Presse Place du Général de Gaulle

Kiosque Pres Place Jeanne d'Arc Kiosque Presse Place des Prêcheurs AIX LES MILLES

Tabac Presse "Le Mercure", Bat. A Rue Ampère ARLES

Kiosque Presse Place Lamartine 40, Rue de la République Presse France-Loisirs Boulevard des Lices

Le Temps de Lire Plan de Campagne CARRY LE ROUET Maison de la Presse 1, Route Bleue CASSIS

Maison de la Presse 4 Ave. Victor Hugo Presse 13 Ave. de la Viguerie MARSEILLE Au Royeume du Souvenir 30, Quai du Port Cygne d'Or 29, Quai des Belges Mag Presse 6, Rue de Breteuil Kiosque Presse Place du Gal de Gaulle

Kiosque Presse 15, Place de la Joliette Kiosque Presse Cours Puget Kiosque Presse 31, Cours Puget Kiosque Presse Place Gabriel Péri Kiosaue Presse Kiosaue Presse 614, Ave. du Prado

Kiosque Presse 16, Place Félix Barel Tabac Presse 425, Rue Paradis

Tabac Presse 163, Corniche Kennedy Tabac Presse

MARTIGUES Librairie Chalaye 7, Cours du 4 Septembre 1, Ave. du 14 Juillet

Maison de Presse 73, Ave. de la Vallés PELISSANNE Presse 77 Ave. Carnot SAINT REMY OF

MAUSSANE

PROVENCE Maison de la Presse 12, Blvd Mirabeau STES MARIES DE LA

Maison de la Presse Rue François Médina SALON DE PROVENCE Mag Presse 29, Blvd du Maréchal Foch Maison de la Presse 184, Cours Victor Hugo

Presse Place de la Mairie EYGUIERES Presse Rue Boisgelin (84) VAUCLUSE AVIGNON Khedive 6, Place de l'Horloge 99, Ave. de la République 14, Rue de la République Maison de la Presse 34, Cours Jean Jaurès

Presse Centre Commercial Gare Presse Carnot 11, Place Carnot Presse Papeterie Centre Commercia Route Nationale 7 Tabac Presse

11, Rue Fouque

VITROLLES

Centre Commercial Mistral 7 Tom Tip S1, Rue Joseph Vernet CAVAILLON

Maison de la Presse 13, Ave. Gabriel Péri ORANGE L'Opale 1, Rue Notre Dame

Maison de la Presse 40, Rue Caristie (30) GARD LE VIGAN Vigan Presse 9, place d'Assas NÎMES

Maison de la Presse Centre Commercial «La Coupole» Presse de l'Esplanade Bd de la Libération REMOULINS Laure et Claire Presse Centre Commer «Champion»

ST GILLES Maison de la Presse 20 rue Gambetta

Maison de la Presse 7, Bd Gambetta (34) HERAULT CARNON PLAGE

Centre Commercial -Solignac-CLERMONT L'HERAULT

Maison de la Presse 28, Route Nationale GANGES on de la Presse 1. Rue Biron

LATTES. Maison de la Pressi Centre Comi «Carrefour»

LOOEVE Maison de la Presse 25, Grande Rue

MONTPELLIER Point Presse Rue du Cherche Midi Point Presse 1, Place de la Comédie Presse/Tabec entre Commercia

 Le Polygone PALAVAS LES FLOTS Maison de la Presse 21, Qual Georges Clémenceau Presse Octione 17, Qual Paul Cunq



"Loves That Bind" has mo- to identify. B is Bonadea from and he does even less to make Robert Musil's "Man Without us care about his hero's ef-Qualities," an unhappily mar- foris to recapture his errant paint-by-numbers perfor- ried woman whose nymphomance, lacking the sort of mania encourages her to lead a sustained literary ardor that double life. F is Florence the pair are not enough to loft might have turned it from an Dowell from Ford Madox experimental curiosity into a Ford's "Good Soldier," an eric ill-fated lovers. tour de force. As a result, the expatriate American who tells

novel by Julian Rios is an reader is left to focus on the her husband she is suffering more puzzlelike aspects of, from a heart condition, even as the novel - trying to figure she embarks on a lengthy afout the ideotity of each of the fair with a handsome English-26 unnamed women, and try- man. And H is Hermine from ing to piece together the story Hermann Hesse's "Steppenwolf," a strange young woman who wants to make the hero Many of the literary love her so much that he will heroines the narrator claims to agree to kill her. As this selection of literary beroines indicates. Rios's narrator fixates on women pallid suspense. Matters are not helped by

Zazie, and each is memorialized by Rios's narrator in a Great Gatsby" a pretty turbed or simply incapable of being faithful to a single man. being faithful to a single man. of money in her voice, an East Although the narrator's feelings will undergo a gradual lenc hulk and courted by a shift as the book nears its close-by the letter Y, be has clearly Lolita, an 'apprentice begun to recognize his own starlet,' "Lovely!" in her pink miniskirt, preserved "as with the "stupid goatish pride" of the alcoholic consul in "Under the Volcano" -S must be Sally Bowles from he tends to focus on the same unsavory aspects of womankind in letter after letter. A rich gallery of literary heroines, consequently, is reduced to a surprisingly narrow spectrum of stereotypes: women as faithless sluts. women as scheming mankillers, women as self-pitying doormats.

These portraits are clearly meant to reflect the narrator's state of mind as he pines for his lost girlfriend, but they make for a predictable and monochromatic story. Rios does little to use his narrative setup to explore the disparity between his book-obsessed hero's experience of life through art and his actual experiences in the real world,

girlfriend. The few bits of information we are given about them out of that limbo of gen-As for the narrator's wor-

ries about his ex's safety he worries that she will be killed by a bomb, a terrorist, a freak accident - they are supposedly meant to reflect his gloomy state of mind, if not articulate his subconscious desire for revenge. They are reiterated so many times, however, and reiterated in such a plodding fashion that they ultimately undermine the story's already

the dubious quality of many of Rios's literary impersooations. Some of his chapters read like little more than flatfooted pastiches of the original author's work. Others read like misconceived - or very poorly executed - par-Rios's Faulkner sounds like a run-of-the mill Gothic writer from the South: 'There is no old Southern family without tares blighting its Tara and its bloodline. His Joyce sounds an awful lot like Henry Miller on speed: "her fervent lover from Playboylandia baptized Hugh in the holy land of Hibernia though never did he let her hibernate but had to fomicate when it was almost time for

the bullfight." Although some subtleties may have been lost in translatioo from the Spanish, Rios quite plainly has a tin ear for language and locution — a fatal flaw, it turns out, for a book constructed around the idea of literary mimicry and improvisation. New York Times Service

## LIVING IN THE U.S.?

Now printed in New York for same day delivery in key cities.

Herald Eribune

To subscribe, call 1-800-882 2884

THE WURLD'S DAILY VEW SPAPER

By Jamie Diamond New York Times Service

OS ANGELES - Steven Soderbergh's career looks as if it has been happening in reverse. In 1989, with "Sex, Lies and Videotape," be became the youngest director to win the top prize at the Cannes film festival. He was 26. Rolling Stone magazine described him as "a cross between Steven Spielberg and Woody Allen.'

On the strength of his astute account of ennui among young professionals a first feature that turned out to be a critical and commercial success - be was positioned to have access to hig studios, big stars and big budgets.

Instead, Soderbergh decided to make bleaker films aimed at more limited audiences. From a position of power, he made the bold decision to work small. First there was "Kafka" (1991) with Jeremy Irons, a black-and-white allegory that appeared to have been shot primarily in the bowels of a Czecb insane asylum. It grossed \$904,000. Then came "King of the Hill" (1993), based on A.E. Hotchner's memoir about being ahandoned by his parents during the Depression. It grossed \$1.3 million.

People clamored for sex or lies or videotape. And they got a little of the first in "Underneath" (1994), a noir

character study that thudded sound- level and also has quirky, interesting lessly at the box office. Soderbergh's last two movies, "Schizopolis" (1996) and "Gray's Anatomy" (1997), had budgets of \$250,000 and \$350,000 and

looked like experimental first films. Now, at 35, after five well-made flops, Soderbergh has returned with "Out of Sight," an upbeat romantic film starring George Clooney and Jennifer Lopez. Did something change his mind?

"Yes." he said at his production office in Hollywood. "I had a bad case of my 20s, of being overly serious. And now I feel better at my job than I was." He paused. "I'm so lucky. I mean I got this job on the heels of five bombs in a

row. How many people get that?"
He doesn't believe, however, that the studio in question, Universal, simply jettisoned its business sense. They were tiny bombs," he explained, "so I don't think they were held against me personally. Nobody expected them to be blockhusters and then said, 'Oh, what a disaster!"

With "Out of Sight," Soderbergh has come up with something no one would have expected from him: a film that has a good chance to appeal to public taste and still be idiosyncratic.

People don't bave to pick one or the be contended. "You can have a film like 'Out of Sight' that operates perfectly well on a mass-entertainment

cinematic elements to engage the members of the audience who are looking below the surface.

Clooney has a different interpretation. "I think Steven's defensive," he said. "He's reluctant to be a successful director, and that's why he stayed independent so long when studios were trying to lure him away. There's a part of him that still wants to be Steven Soderbergh from Baton Rouge who does what he wants and doesn't have to answer to anybody. But it's a fear any independent director has: that early on they're edgy but when they get fat and happy, the edge goes away

In any case, it seems a big leap for a director in tune with angst-ridden protagonists and the sensibilities of Kafka to be attracted to a people-pleaser like "Out of Sight," which was adapted from the Elmore Leonard novel of the same name. Some observers may even think that the holdout has sold out --- an implication that does not please Soderbergh.

People assume they know what it means for a director to be true to himself, which they don't," he said. "America has no shortage of auteurs. What we have is a shortage of films being made by really smart filmmakers that open in 4,000 theaters. I don't understand why a filmmaker should be penalized for

Moments after escaping from prison. Jack Foley (Clooney), the convict of "Out of Sight," runs smack into Karen Sisco (Lopez), a federal marshal who's pointing a gun at him. Because this is a movie, the marshal is wearing high heels and a Chanel suit whose skirt is slit up to the thigh, and the convict is an amiable guy who robs banks armed with only charm and the blinding white light reflected from his perfect teeth. The convict takes the marshal hostage, and audiences are asked to believe that she falls in love with him - as they are locked together inside a car trunk.

"Sure, it's a preposterous start, but is it any more preposterous than, say, a lizard eating New York?" Clooney asked. "That's why you need a director as dry and subtle as Steven.'

It appealed to Soderbergh that the plot was fueled by the pursuit of pastic experiment, and the expression sion, hy love at first sight, by the very opposite of disconnection. "Jack Foley is the first nondetached, nonself-reflective protagonist in anything I've made." he said. "I was ready to do a picture in which the characters acted on their feelings instead of their thoughts."

What made him ready was a sequence of events that started with a loss of confidence he experienced while directing "Underneath," in 1994. This was about the time that he was going through a divorce with the actress Betsy Brantley, with whom he has a 7-year-old daughter, Sarah. It was to rekindle his enthusiasm for directing that he moved back to the starting line and created the jagged "Schizopolis," which several

tic experiment," and the expressionistic "Gray's Anatomy."

'I decided to reaffirm my status as an amateur and recapture some of the excitement amateurs have," he said. "I had to reinvigorate myself. And had I not made 'Schizopolis' and 'Gray,' l could not have made 'Out of Sight.'

Reinvigorated or not, Soderbergh was silent for more than a moment after he was asked how close he felt to his new up-tempo movie.

"It's hard to decide if I feel close to it because it has significant meaning for me or because I had a good time making it," he said. "But if you sar me down and put all my other films in front of me, I'd rather not visit that world now. This one is more fun."

## Tapping the Audiences of 2008

By Anthony Tommasini

EW YORK - In the continuing debate over the rea-sons for the dwindling of clas-sical music audiences, the managers of opera companies and or-cbestras get a bad rap. Or so says Paul Kellogg, general and artistic director of the New York City Opera.

For sure, many managers are fairly perceived as willing kowtowers to the bottom line, eager to placate their worried boards and wealthy patrons by presenting tried-and-true repertory that the most loyal segments of their audiences supposedly want. But others, Kellogg says, are adventurous souls at heart, closet radicals who would love to try new works, take chances and challenge their audiences, but are under-standably afraid to take a risk.

In his own career, Kellogg, 60, has taken more risks than most, emboldened by his belief in untapped audiences. He sees operagoers who are younger, hip-per types who, because arts education in the schools is so lacking, bave no vested interest in the classics and might be willing to try something new, or even something old and unfamiliar but presented in a daring new form. If only they could be reached.

Reflecting recently on his two completed seasons at the helm of the New York City Opera, Kellogg talked with messianic fervor about that untapped

"People are out there who don't know Puccini's 'Boheme' from Britten's 'Paul Bunyan,' 'he said. 'And they're just as likely to come to the Britten, if they think that it will be fresh and in-triguing." These are the people who, in other areas, Kellogg added, first gravitate to new movies, new pop groups, new plays, before looking to the past.

"And I think I'm reaching them."

Evidence to support his bunch is hard to come by. How do you survey



Paul Kellogg, City Opera's director.

hipness? And the hard numbers, though encouraging, are not conclusive. For example, by advertising in campus publications, the company alerted college students to a discount allowing them to buy advance tickets at rush-seat prices: \$10. In the 1996-97 season, the company sold 2,460 student discount tickets; this season the number jumped to 11,685. Impressive, yes. But with a total of 115 performances in the 2.700-seat New York State Theatre, that means potentially more than 310,000 seats are available.

"I'm willing to lose money on stu-dent discounts in 1998," Kellogg said, "in order to build an audience for 2008." In a way, his anecdotal evidence is almost more convincing. "I see far more younger, more casually dressed people, and college-age couples on big dates all dressed up the way they think you should for opera," he said. "It's very noticeable, and you would not have seen that 10 years ago.

Kellogg is no lone idealist. The con-

viction that new audiences are waiting to be tapped and that new repertory is one! way to tap them also drives Michael Tilson Thomas, the charismatic conductor of the San Francisco Symphony. Thomas's programs, while fully attentive to the classics, are notable for their high quotient of recent works, American music and neglected 20th-century repertory. Audiences there are getting younger, said Peter Pastreich, the orchestra's executive director.

Pastreich was not surprised by the results of a survey this season that compared single-ticket buyers, who tend to be last-minute purchasers, with subscription holders, for whom symphony-going is a habit. Some 35 percent of single-ticket holders were in the 25-to-35 age bracket (compared with 5 percent of regular subscribers), and 25 percent of single-ticket holders were in the 36-to-44 age bracket (compared with 14 percent of subscribers).
"This is not scientific proof," Pas-

MEADERS ARE ADVISED

that the free care of the land fractions are also as a second for the land fractions are a second from the land fr

any bareing

Basiness Communication

Meraca E.

RESTAURANT OF

Frank Server Doors 2 Line of Lance of the Con-tion of th

ga talen Ta

Fig.

10 th

**きをひこいっこっ**。

Contraction of the Contraction o

BUT THES SOLVERS

THE WAY

CAPITAL CO

treich said. "But younger people are huying single tickets and showing up. Of course, part of this has to do with Michael Tilsoo Thomas himself. Younger people identify with his dynamism and sex appeal. They trust his programming and have figured out that something hip is going on here."

MBLEMATIC of what Kellogg wants to accomplish was the recent "Paul Bunyan." This production, imaginatively directed by Mark Lamos, originated in 1995 at the Glimmerglass Opera, the summer festival in Cooperstown, New York, that Kellogg founded in 1975.

For its five performances at City Opera, "Paul Bunyan" played to 70 percent capacity. This compares with, say, the ever-popular "Carmen," which had nine performance at 88 percent capacity. But, Kellogg emphasized, before he arrived, contemporary works attracted houses of 45 percent to at most 65:

## Shaw's Life-or-Death 'Dilemma'

Martin Jarvis, Ian McDiarmid and Tony Britton in "The Doctor's Dilemma" at the Almeida.

By Sheridan Morley International Herald Tribun

ONDON - Almost half a century after his death, this is proving a vintage season for George Bernard Shaw. First a classic revival by the Peter Hall company at the Piccadilly of "Major Barbara," and now a no less brilliant return to "The Doctor's Dilementa" at the Almeida. Both plays remain almost alarmingly topical. the first in its treatment of poverty and warfare and the second in its discussion of medical ethics, specifically whether any doctor has the right to decide who shall live and who shall die.

Both are essentially conversation pieces, but one of the dilemmas of the "Dilemma" has always been its amaz-ing lurch back into Victorian melodrama, with a willful genius of an artist dying on stage before our very eyes, and then a wonderful twist in the final scene, wherein an effectively murderous physician discovers that his romantic rival bas, beyond the grave, had the last laugh

Michael Grandage's new production, soon to go on national tour, has learned the first lesson of Shaw's medical lecture, which is that you need an all-star cast of surgeons to play it out: Thus we get Ian McDiarmid as Colenso Ridgeon, Bernard Horsfall as Cullen, Martin Jarvis as Cutler Walpole and Tony Britton as Bloomfield Bonnington in what must be one of the starriest ensembles ever gathered even by that theater on its

current wave of international triumphs. Once you have the doctors assembled to decide on the life or death of Louis Dubedai, genius or charlatan depending on your view rather than Shaw's, you also have to deal with his ever-loving wife, enchandingly played by Victoria

Hamilton. Even here, though, Shaw leaves the verdict with us: Is she to be forgiven for whatever effort she has to make to save the life of her artist hushand, or is she no less scheming than the rest of the double-faced ensemble?

As Duhedat, James Callis also pulls over life. Time and again, Shaw's genius here is to ask all the right questions and then, just when we start to think he has the answers, to pull the ground from under us and send us back to the be-ginning of the puzzle. So far from being

as didactic as Shaw is usually accused of being, "The Doc-tor's Dilemma" lives on pre-cisely because it is a play so very doubtful about the strongholds of middle-class morality. At the Playhouse, we bid a sad farewell to Decian Donnellan's

Cheek By Jowl touring company, which he has decided to mothball at precisely the time we need it most, what with the Royal Shakespeare Company still in fi-nancial and artistic trouble. Theatre de Complicite in America and almost nothing worthwhile on the road to keep regional theaters alive when they are in the gravest danger of closure.

But Cheek By Jowl goes out on a high. with "Much Ado About Nothing," characteristically joyous revamp of a fa-miliar play, full of new bisexual suggestions about some of its principal characters. Donnellan and his designerpartner Nick Ormerod have made of a difficult, constantly twisting and turning lexi a wondrously funny and wise com-edy that stars Matthew Macfadyen as a laid-back Benedick, Bohdan Poraj as an unusually gay Claudio and Saskia Řeeves

as a feisty, feminist and ultimately murderous Beatrice. Set at the turn of the century, this is precisely the kind of production that the RSC now seems to find so elusive, and as Donnellan goes on to Le Cid" for Avignog and then a "Boris Godunov" in Moscow, we shall sorely miss Cheek By Jowl's ever quirky, unexpected, irreverent reworkings of the Bard and the sheer exhilaration that floods through the theater as we join the debate about love and death and fidelity and sexuality that lies at the center of this black comedy.

And finally, though I should have learned my lesson from the dozens of you who wrote to me when I disliked "Art.

informing me that not only was Yasmina Reza a great dramatist but also one sensible enough to keep her plays short enough to enable one to get to a decent restaurant and home before bedtime, I have to say that I don't much care for her new "The

Unexpected Man" (at the Duchess Theatre, transferring from the Barbican Pit) either. Again briskly translated from French by Christopher Hampton and directed by Manhew Warchus, with another all-star cast, this time consisting in its entirety of Michael Gambon and Eileen Arkins, this is still shorter than chair, laughing. Exclaiming "Art" and concerns a brief encounter some version of "that's some between a world-famous novelist and one of his most devoted fans, talking to heard," be dedicated a copy themselves in a series of intercut, connected monologues. Both have lost loved

which is perhaps why they are on a train from Paris to Frankfurt. Once again, though, it seems to me that we have, as with "Art," more of an event than a play, albeit one also destined to become the snob hit of the season in as sister as the Brown Twins, and many capitals around the world,

ones and to some extent their way in life,

## The 2 Lives of Eddie Henderson

By Mike Zwerin

ARIS - Eddie Henderson was 9 and was practicing scales on his trumpet one day when Louis Armstrong came by to visit his folks. Satchmo taught the kid a few tricks.

By the time he came

around again a year or so later, Eddie was playing "The Flight of the Bumble Bee." Armstrong was so impressed that he fell backward into a of the baddest stuff I ever his solos: "To little Eddie. You sure sound good. This is to warm your chops up. Henderson still has the book.

His mother was in the original Cotton Club Revue in Harlem, billed with her twin she was Bill (Bojangles) Robinson's dancing partner. His father, Billy Williams, led a group called The Charioteers. As a child, Henderson thought celebrities like Armstrong. Duke Ellington and Fats Waller, who would visit his parents when they were in

New York, were "just normal people." Do not confuse Eddie Henderson with (no relation) notables with the same surname, like Fletcher, Horace and Joe. Musically, Eddie combines an unmistakable personality with, at the age of 57, an unusual supply of vim and vigor. And hiographically his is not exactly a "normal" tale. At first he'd wanted to play the clarinet, but his school only had violins and accordions. He said "the heck with that stuff." His mother's brother owned a trumpet.

His father died, and when his mother married a doctor in San Francisco some years later, they moved out west. His stepfather had many musician patients, Miles Davis among them. The patients were often houseguests. Miles asked Eddie what he wanted to do in life. "1 play the trumpet," he answered. Miles lay back and looked him over. "I bet you do," he said.

When he was 18, Miles took him to a concert. It was the band with Coltrane, Cannonball. Philly Joe Jones, Paul Chambers and Wynton Kelly. Henderson had never heard "the real deat" up close like that

Then he learned the trumpet solos on "Sketches of Spain" and "Kind of



Eddie Henderson: "I want to express . . . mc. myself. Blue," playing them by ear along with the records, and by the time Miles returned to San Francisco, he knew them

> You sound good. But that's me." It was like being hit on the head by a baseball hat. All of a sudden, he knew the meaning of paying dues, and he he had not even started yet. His stepfather influenced him to study medicine.

by heart. "How did you like that?" the

cocky teenager asked after not missing a

note. Miles looked at him and said:

After undergraduate work at the University of California at Berkeley, he went on to medical school at Howard University in Washington, following that with a residency in psychiatry. While studying at Howard, he would run up to New York on weekends to talk trumpet and play with Freddic Hubbard and Lee Morgan. He only graduated from med school "hy the grace of God."

"People ask me, 'How can you be a doctor and a musician at the same time?" It boils down to good study habits, organization, self-discipline and energy, ] went to sleep at 5 and got up at 7. I was just 23. I never missed a class. Not one. on might say I was focused.

He played with Herbie Hancock and Art Blakey's Jazz Messengers but "the

money was funny" with the latter so he quit and moved back to San Francisco. He practiced medicine for 10 years in this little clinic a surgeon friend of his ran: "It was like four hours a day. I could come and go as I wanted when I had a gig or a tour."

There is only a smidgeon of a smile as be says: "A monkey could be a doctor. I'm not kidding. You just have to go to school. But I also have a personality. I'm not just a doctor, I am an individual. I want to express . . . me, myself. You cannot learn that in school. Music was always my

main thing.
"You know that old adage? Physician, heal thyself? How can I help any body else unless I'm cool with myself? And music is what cools me out. When I had a chance to go with Herbie Hancock, I said 'Yeah!' There was no question in my mind, no hesitation: I'm go-

ing. Right away."

He never practiced psychiarry as a specialry: That's like doing construction work. It's emotionally and physically depleting. But I did have a residency for awhile. I would ask patients, 'What seems to

be wrong today?' and they'd say, 'Well, you're the doctor. You tell me.' They played all those mind games.

Basically, I just wanted people to come in and say 'ah' and not bother me. didn't have any time for head trips Everybody in San Francisco knew I played music. People would come to my office and the nurse's aid would say: 'He's in the back practicing. He's got a gig tonight. Don't bother him. If his chops aren't right he's unhappy.' That's the kind of lifestyle I had."

Meanwhile, on the free-market end of the great wide world of jazz. Henderson was discussing Ferraris with Miles Davis. Miles owned one. He owned three 'I've never had trouble with bread''l. Practicing medicine in his surgeon friend's clinic four hours a day while playing with people like Jackie McLean and Roy Haynes was "like a dream."

He has just finished a Gershwin recording with Hancock and next month he'll play for two weeks with Elvin Jones during the Umbria Jazz Festival in Perugia, Italy.

When people ask him: "Do you still practice. Eddie?" they mean medicine-But when he answers "Yeah, every day." he's talking about the trumpet.

#### **CROSSWORD**

1 Liberal follower	38
s Help with the dishes	31
a Frontier dwelling	4
14 Orderly	4
15 The old sod	4
16 Small type	4
17 Ironed?	4
19 Brewing need	
26 U.F.O crew	5
21 Hoodwink	5
23 Barrel parts	5
25 Lightweight hat	
29 Back biter	5
31 Wacky	
33 Fasticious	6
	_

ACROSS

se Wrinkled? 38 Nife slithere: 19 Ann and Mar 40 Noted twin 41 Extinguished? 44 X-rated 48 Nonpointed end

47 Stable worker 49 11's often heard dunng storms 51 Baroque

54 Presuming Ital se Neighbor of Namibia se Provide funding **62** Renounced

Solution to Puzzle of June 23

 Taxing letters 7 Pinto 9 Become, finally so The time of one site? 11 Flock sound 12 Part of T G 1 F

64 Miss America

as Bibliograf

68 Bank (on)

DOWN

1 Time - half

69 Those

abbr

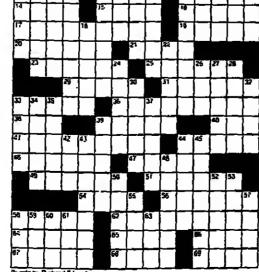
13 New Jersey pro 18 Representativ 22 Skating event 24 Peace Nobelist 26 Dunderhead 27 Part of an atomic 30 Replace a wooden pm 32 kritable the stretch

39 O'Donnell of Mad Love 42 Book before 43 Brief vacation 44 Italian lady

3 Imphed 4 Fords are made s Pop goer 52 Parts of

53 'Mana SS Bash 57 Critius qualify

> 60 Smidgen 61 Comstock 63 Old White

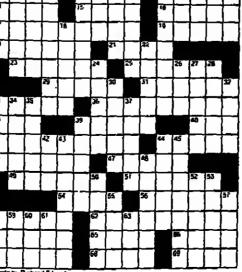


as Relative of 37 Dan Quivote

33 Fall behind in 68 Hawanan honke 67 Westminster for

2 Holders of many 45 John Lennon 46 Viva voce **50** Beverage in a

58 Hellenic \$8 Pen com



احكذا من المدعل

#### THE INTERMARKET

**\*\*** +44 171 420 0348

#### INT'L FRANCHISES

ic experiment, and then sometiment. I decided to reasing a material surface and a sometiment an

Rain: Borated or not in the land have the land have made?

asked how close b

tempo movie.

is and to decide if his that specime a rice ?

er Sid Bill Louis

fiel rish that work

then audiences at a

and that new repent

inomas, the charge

San Francisco Sect -Gograms, while feb y

seles, are notable of recent work.

heglected 19th-cas

audiences there are

Peter Pastrock

in 25 not surprise!

thus seasonal

in ket buyers, aloge

purchasers, nul

the for whom say

· happy Some 35 por

allers were in the

- est (compared with )

/ -- al subscribers), and T

: : ... het holders war i

ar tracket (compared);

bet weenlife proof

But votinger people .

7.1. Thomas had

the identify with in

. They my

nave figured on

் ச்சம் on here."

ELEMATIC of what I

sais to accomplish:

· Cacaon, magmain.

Lamos, originale

· Timerglass Opera.:

· .. : Cooperstout, N

: : : : 74 tounded m 1975 ு ்ளாயால் at City O<sub>r</sub>

🚅 🚉 " played to 30 per

This companes with, say

Tarker which ha

4: Seaceat to at mos

..... Tunny wid

the special and make

· ... w San Francisco

подкие је

. . . . i. shale clunca

mendochis ran 1

17 ( 2 1.725 1 day 17)

ا ا فق مع التي يت...

.... abe a doctor ft.

You just have

er ruff Im ar

. .... But I als -

ं या प्राप्त

Hattiers E.

: · ranor lesi:

- 1300 thu

- .... Z

اعلود دين

. Carlest III

Till Who

0 BIE

: 100 : 100

......

4.5

·II fi

72

الجنتدي

3

1. 1. 1. 1. 1. 1.

للخطاء المراجع

The state of the s

1 4 7

1

...... : T.DOYARY WORKS AND

en al SA percent caps emphasized, before

of salibers)

: Vecusive director

3 all my other films ap-

nces of 2008

er etyp<sub>eren</sub> - Mariana ya



ENGLISH. GLOBALIZATION AND THE INTERNET ARE FUELING AN EXCITING NEW INQUISTRY—ENGLISH LANGUAGE TRAINING. AND AT THE FORETRONT OF THIS INOUSTRY IS THE WALL STREET INSTITUTE.

THE WALL STREET INSTITUTE WAS ESTABLISHED IN 1972 AND CURRENTLY HAS OVER 200 CENTERS IN 14 COUNTRIES. OUR CLIENTS BECOME FLUENT IN ENGLISH IN MONTHS INSTEAD OF YEARS.

#### MASTER FRANCHISE PARTNERS WANTED

WE ARE CURRENTLY SEEKING MASTER FRANCHIBE PARTNERS WITH EXECUTIVE LEVEL EXPERIENCE IN MEDIUM TO LARGE ENTERPRISES. WE OFFER A TURNKEY SYSTEM WITH EXCELLENT SUPPORT IN MANAGEMENT, OPERATION, MARKETING, AND STAFF TRAINING. FOR MORE ON HOW TO BENEFIT FROM THE LANGUAGE OF OPPORTUNITY CONTACT JUDY STREIGHT.



IN THE US 410-843-8708 FAX 410-843-8717 IN EUROPE 34-3-306-3300 FAX 34-3-301-0240 E-MAIL JSTREIGHTIG COUCATE COM

WALL STREET INSTITUTE IS PART OF SYLVAN LEARNING SYSTEMS ", A \$500 MILLION GLOBAL EQUEATION NOTWORK

**Business Opportunities** 

OFFSHORE

Comprehensive Services

Fax +44 (0) 1624 625126

E-Mail asson@emerprise ner

ASTON CORPORATE TRUSTEES LTD

You wish you could smile when "you think about your future".
Swiss cooperative enterprise offers accusive monthly returns on vestment. Marketing partners welcome. Fair 0049-8274-8599

SEEKING BUSINESS

SECRING BUSINESS.
Any land of Business, like Agency,
Brokerage, Debributor, Senness,
Importangen (Let ) in Sentangen (Let ) in

SWISS BASED COMPANY was estab-

listed in West Africa neeks partners. a) To set up a paint/allied products men-

dacturing tectory by For the importation of ince in large quantities. Queck return on investment. For details: Fax. +41 217292529 E-mail pk@urbanet.ch

WORLDWIDE NOYELTY - To devotop this revolutorary concept, seek exclusive partner in every country. High turnover, too knyestment Fax 43 (QM 9399 1301, E-mail: B Jay@wanadoo fr

#### READERS ARE ADVISED

that the International Herald Tribune cannot be held responsible for loss or damages incurred as a result of transactions stem-ming from advertisements which appear in aur paper, it is therefore rec-ammended that readers make appropriate inquir-ies before sending any or this has to do 4. money or entering into any binding commitments.

#### Banking

ANY CREDIT enhancement instrument L.C. major bank, & incurance quarantee Faz (302) 7365164 or chodusa@aoLoom

**Business Opportunities** 

International Agents Wanted

to market the (GAT-H(tm))

GENERAL AVIATION TRAINER

Southampton, PA 18666 USA Tel: 215-355-9100 Fax: 215-357-4000 Email Jgiffetc@aol.com

#### OFFSHORE COMPANIES

BANKING & ACCOUNTING

Contact Stella Ho for comediate services & company brochure NACS LTD, Room 1108, Albion Plaza 2-6 Granville Road, TST Kowloon. Hong Kong e-mail nacs@hk.supernet Tel: 852-27241223 Fax 852-27224373

WORLD NEW PRODUCT, MULTIPLE WORLD NEW PHODUCT, MULTIPLE Kinte System & blades for DIY market Household and professional use, Sivess made. Well known brand, top marketing support. Region/country exclusing, Take the chance as Distributoror Agent. Call ++41, 81, 302, 8100 or Fax 302, 5978. SMART-CUT AG.

CH-7310 Bad Regez, Switzerland, e-med-polyneut@spiruch FRENCH ANTIQUE OFALER, senous references, would like to take root between USA & GB. All offers will be considered Has knowledge of European market (fam'St. Quen), export zone, buy-

market (tarrist Culent), export anne vor-mg-selling. Professional comprehence put nio service can travel, confirm authent-cauon of purchases & verify invoices. Overseas, USA, GB, France Reply Box 625, 14 T., 92521 Neurilly Cedex, France. ITALIAN RIVIERA - SANREMO (15 miles from MonteCarlo) Owner of prestigous offices is looking for compenies or independent professionals interested in establishing a branch (finance / insur-ance or import / export preferably). Wil-

ing to take active role in the business. Write to R ArostorCSO Garibaldi. 10:18038 SanRemo email.arostoric@in.il REAL ESTATE TRADER with 19 yrs.

HEAL ESTAIL THADER was 15 yrs. experience & 100°s success rate seeks a capable private funder to take advantage of expanding European marker. Excep-tional contact base including banks & finance houses. London based, Telifax.

2nd PASSPORTS / Driving Licences / Degrees/Campullage Passports/Secret Bank Accounts Fax +3120.5241407.

E-mail: 100413.3245@compuserve.com http://www.global-money.com

HOW CAN I HELP YOU? Inf I merhating/ sales lady. MONACO Tel/Fax 4377 97 70 81 69. paption @ monerac.com. I OFFER any French wines from \$2.25, T-shirts. ostrich larms, currences, Strad-varus victim, military supplies, helicopters

EUROPEAN PRINCE without descen-dents wishes to find as her 25 / 30 year old U.S. critzen in exchange for a life annuity. Reply to: Box 608, I.H.T., 92521 Neully Cedex, France

ONLINE FUTURES TRADING. Managed Futures and Foren Accounts. Futures Fund. Tel. +41 1 266 4646 Fex. 47. E-mail: mail@siturade.com. SFH Trading &

Brokerage Lid. Zunch www.sthrage.com INT'L SOCIETY OF FEMANCIERS WI'L SOCIETY OF FINANCIERS
Networking for full-time professionals with
projects to funding or funding for
projects FREE Armailed Report.
828-252-5907 Fax 828-251-5061 USA

FOR SALE/RENT-Great Modey Maker Hotel Bungalows, 31 rooms, pool, bar, restaurant Ocean Front Samos, Greece Asking Price S1 3M. Tel USA, 718-932-6888

AGENTS WANTED! To Sall US Corpo-cations & LLCs from \$300 (all inclusive) Corporate Consulting Ltd Telephona: 302-329-0500 or Fax 302-529-9005 USA

## **kali**back New Lower Rates!

TELECOMMUNICATIONS 3

Call the U.S. from: Italy......34¢ U.K.....17¢ Japan.....32¢ Singapore.....33¢

Na Deposit No Minimum No Set Up Fees

Agents Wanted

Instant Activation • Fiber Optic Networks • Itemized 6-Second Billing • Ideal for Home, Office, Hotels and Mobile Phones Tel: 1.206.599.1991 • U.S.: 1.800.965,1626

Fax: 1.206.599.1981 417 Second Avenue West • Seattle, WA 98119 USA шшш.kaltback.com • Email: info@kaltback.com

# SAVES YOU MORE

ON INTERNATIONAL CALLS!

FRANCE GERMANY SWITZERLAND 260 34¢

SINGAPORE.

Most new customers are referred by satisfied NewWorld users Now earn 20% by referring a friend

Numerous special services included -No extra charges

Call: 201,287,8400 Fax: 201,287,8437 in the U.K. Cat: 44.171.360.5037 Fax: 44.171.360.5036 list@newworldtele.com http://www.newworldtele.com

32¢

**ACENTS WELCOME 201-267-8400** 

NEVIV@RLD. NEWWORLD TELECOMMUNICATIONS LESS Trainers that Soils like Trainers, My 07444 US

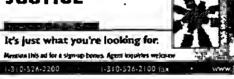
#### Save 30-70% on International Calls

Justice rated #1 in Callback service." Viold Leg Rates: 850 - There in Course, the series of

 Business, residential, and cellular savings. Earn free air travel with

WorldMiles program. Join the prestigious Justice

Agent program.



1-310-576-2200

Capital Available

FOR SALE · TWENTY YEAR OLD SWISS asset menegenbroker, Shell com-pany, without debt. Quick sale USS 30.000.Tel & Fax + 31 20 427 4513

GREEK PHONOGRAPHIC CO, world-widely known (40,000 songs) for sale due to reprement. Owner's Fex: +301 5234628 Tel 5233160 (0900 - 1500)

OFFSHORE COMPANIES. For hee bro chure or advice Tet London 44 181 741 1224 Fez. 44 181 748 6558/8338 www.appieton.co.uk

UK SOURCING . You want It? We'll find # Now You need a UK Agent? We re # TeVFax: +44 (0)1494 715520 E-mail: uksourcing@aol.com

The Czech Short Team Loans Investment Excellent returns. Faz: +420-5-41241519, +1-213-4772168, Internet. www.in-vest.ind.cz. e-mait into@ind.cz

FOR SALE: LICENSED BANKS & Barking Companes. Call now Beiglum Tel: +32- 7585 1023 Fax +32- 3213 0466

SUGAR - Need from 50 to 300,000 tone Send information about quality, price, de-livery, etc. To +(972)-8-865-4387 Zaav

Business Services

ATELEIA MANAGEMENT LTD (Otshore Corporate & Trust)
Contact Tony Gould/Alam Albert
Tel/Fax +44 1624 616007/616006
E-mair alekka@enterprise.net Bernard Cambray, France ac +33 2 9697828/96917904

SECOND PASSPORTS, South American, European, EJJ Very sefous offers Only genusse requests. Tel: 972-5-083135, Fax 972-4-8643236 E-mail Yupitz ©

FRANCE Busines advice, strategy, tacks, research & practical assistance in France by experienced MBA menagers.

France by experienced MBA me Telfac +33 (0)2 40 40 70 78. YOUR AMERICAN CONNECTION

Resperch/Factstation Tom BernardinAIYC Thermanic@actsom

NYC LAW FIRM BUSINESS Real Estate - Leigation - Immigration. Tel: 212-797-5400, Fax: 212-943-3295. E-meil. cohengoids@aol.com.

CONFIDENTIAL mailing address registered office in UK / business services Fax +44 (0)1924 200581 YOUR OFFICE IN LONDON Bond Street - Mail. Phone, Fax, Telex Tel. 44 171 290 9000 Fax 171 499 7517

Capital Available

CAPITAL CORP. M&A Corporale Financi Venture Capital

Tel: 001-407-248-0360

Fax: 001-407-248-0037 USA

ENTERNATIONAL FINANCING SPECIALISTS

Venture Capital · Commercial Mongages Iranovative Financing · Letters of Credit Minimum St Million · Brokers Welcome

R.J.L INTERNATIONAL

PRIVATE TRUST FUNDS

Anellable for refinance or working capital for commercial loans. No Up-Front Fees. For information FAX 1-404-533-3647 American Fidelity Trust 1807 Angulque Orive Décatur, GA 36030 USA

COMMERCIAL FUNDING AVAILABLE

FAX +44 161 932 1207

"MALEDIATE & UNLINTED "

Capital available for ALL business projects! MIN U.S. 51 million max. Inti Business Consulting (717) 397-7777 (U.S. VOICE)

Capital Wanted

WANTED: FF800,000, 15 years mortgage for refinancing home, estimately value IF1,550,000. Fax. France +33 (C) 9042 4842 or e-mail stromeisen@hol.tr

Diamonds

DIRECT FROM ANTWERP, the world Gamond centre Busing or seiting contact ANTEX INTL DIAMOND CO Tet +32 8 232 49 60 Fax +32 3 233 25 67 ROUGH DIAMONDS. We will pay instant cash for gem quality, Aircan origin, volume only Fax: 954 474-3886 USA

Financial Investments

WISH TO ENLOY A NO PISK RETURN rate way above market with tax advan-tage Tel 55-2412069 Fax. 65-4488273.

Financial Services

FINANCIAL INSTRUMENTS FOR FINANCIAL INVESTORS Letters of Credit Proof of Funds Letters Leasing Programmes Phone (407) 262-7037 Fax: (407) 331-6672 USA

PROJECT finance, insurance compane

Financial Services

World Wide Financial Services

Verifiable Unied States & European Francial Institutions Letters of Credit 3 months-6 months-12 months

Section & Up investment Funds \$10 Million to \$1 Hundred Million Commercial Mongages Minimum \$1 Materi Private Placements \$1 Million - \$5 Million

375 Park Avenue, New York, NY 10152 Tet 212-758-4242 Fax: 212-758-1221

45 Berkley St. Maylar, London WIA 1ED Tel: 011-44-171-290-8360 Fax: 011-44-171-290-8361 Refundable retainer cometimes required E-Mail Address. Financiery @ AOL Com

FUNDING PROBLEMS?

BANCOR

Barkable guarantees to secure funding for wable projects: **VENTURE CAPITAL EQUITY LOANS** REAL ESTATE

Long term colleteral Supported Guarantees (Commission earned only upon Funding)
- Brokers Commission Assured

mport/Export

FRENCH FURNITURE: LOUIS XV, XVI, Napoleon style. Quality Calalogue Fax +33 551961111 (Lock. Distributors)

SCRAP NETAL STAIS-1 lowest prices. Volume only Fax USA +954-474-3866

Partnerships |

ALCOHOL REHABILITATION CENTER. CARIBBEAN (100 meters from beact) offer opportunity to meeting & active patters' Somulating position & gains Substantial profits on your investments

## **BUSINESS OPPORTUNITIES**

#### Investor/Partner

For enlarging existing Toy distribution business, with exclusive U.K. rights to well known brand / licences. Excellent growth possibilities. Can consider direct involvement / fixed returns. Investment 200k ncluding LC facility 100k. Fax London 0181-571-2533.

#### INTERNATIONAL PROJECT FINANCING

Capital Investment Agency. London Borough of Bromley:

BRI IRY Tel.: +14 181 464 4442 +44 181 467 7282 (24 hours service) Fax: +++ 181 +60 136+ +++ 181 +67 67++

EMPIRE STATE BUILDING ADDRESS ADDRESS
Gam estant creability
Establish a 117 presence in
the undid a best known
building Ital incested, phone
answering conference
toom furnished mis-offices.

CHAPTER STATE AUSULESS CENTER FEL 212-735-21-12 + FAX 212-554-113

Agents needed Fax: 44-171-919-9451 E-mail: intimm@digitalmail.com

**PASSPORTS** 

EU visa free \$10K

CAPITAL AVAILABLE

#### BUSINESS FINANCE AVAILABLE

For any viable projects worldwide.

Fax buef symposis in English to. Corporate Advances UK + 44 1273-621300

HUMBERTS LEISURE

Lugano (Switzerland) 90 kms (56miles)

#### Remarkable residential and resort development opportunity

- Uniquely close to the financial and industrial centre of Milan
- Spectacular views to the Swiss Alps

Lake Maggiore 20 kms (12 miles)

- Consents granted for excess of 250 villas and apartments, golf courses (2 x 18 holes), golf academy, equestrian centre, tennis and health spa, 200 bed conference hotel
- Further development potential (subject to planning) Strong demand for quality housing and leisure facilities driven

by the expansion of nearby Malpensa International Airport - EU designated the new Southern European hub

> About 330 hectares (815 acres) (bordering a major Regional Park)

Family company seeks development partner(s) Please call for a colour illustrated brochure

en ail: Sarah. Boyd@hum.berts-leisure.com CHARTERED SURVEYORS INTERNATIONAL LEISURE PROPERTY SPECIALISTS

Tel: +4+ (0)171 629 6700 Fax: +44 (0)171 409 0475

#### THE STATE OF ARIZONA, USA

is currently seeking competitive proposals for Consultant Services and International

Trade Representation in Europe. The project is dedicated to promoting the sale of Arizona products into the European marketplace as well as encouraging investment from Europe to Arizona. A copy of the Request for Proposal can be obtained by contacting:

Telephone: (602) 542 5511 - Fax: (602) 542 5508

Attn: Ms. Vicky Trevino, Administrative Assislant

Arizona State Procurement Office Professional Services Division 15 South 15th Avenue, Suite 103 Phoenix, Arizona 85007, USA.

#### **OFFSHORE COMPANIES**

#### Offshore Companies, Trusts

Tax Planning MERADI 225 SLE GE MAR 1258 HORG 1098 03356 TCI USAGE

We incorporate in ALL offshore junsdictions and offer full post incorporation services - al reasonable cost

For immediate service contact INTERNATIONAL CHMPAN SERVICES LIMITED The Offichere Professionals BV Islands Ireland - Elish Murphy Tel: + 353 1 561 8490 Cyprus Fax: + 353 1 661 8493

Hong Kong - Sisroo Harsey
Tel: + 852 2542 1177 Fax: + 852 2545 0550 http://www.ICSL.com

Serviced Offices

#### START YOUR **BUSINESS TODAY!**

meeting techtes in Austria, Belgium, Bruzi, Finland, France, Gernarty, Great Britain, Italy, Natherlands, Portugal, Switzerland, USA

Piesse contact. Sales Office in Zurich Tel. +41-1 214 62 62

> Fax +41-1 214 65 19 WWW.WWOCRETWORK.COM

WORLD-WIDE BUSINESS CENTRES NETWORK

YOUR OFFICE IN PARIS

le ready when you need it.

Fully functional modern offices it meeting cours to rent by hour-day-month.

Your factical or permanent base.

Presoge making address. All services. B B E \*\*\*

51, Fg SH-Honore 75008 Parks. Tel+33 10;144713536. Fax (0):1 42561550 web; bbe.fr



Facing the Arc do Triomphe Presigous offices with services Tell +33 (0)1 44 17 18 44 Fex +33 (0)1 44 17 18 43

lices and conference rooms. Phone fax. +396328031. Fax +39 6/32603282

## LEADING INTERNATIONAL

SPECIALISIS

Offshore Companies & Trust Formation · Fust, efficient, professional.

· Manageman, comines &

. Book Intendactions Belize - IBC 5350 5500 £850 5295 Dalaware

£250 isle of Man £495 Jarsey Others no request

Credit Card payments accepted.

Florida

treined (Hon-Res)

5295

€225



COMMERCIAL & INVESTMENT

casgroupservices<sup>2</sup> epterprise.not

Offices for Rent

PROPERTIES

OFFICE RI MOSCOW. New Superior Quelity to reassign for man 4 yrs, 531 sg m., hunested to the 1st class stan-dard, fully equipped and ready to move m. promary location next to the "White House" creticolog over Moslota. Call In-na on +7 (135) 247 22 92 93 94 (bar)

Sales

AGC RA CONSEIL RARE - ST MICHEL QUAL GRANDS AUGUSTINS

220 SQ.M. APARTMENT

Exceptional view and location, professional use possible

Tel +33 (0)1 55 35 98 10 NEW 27-HOLE

GOLF

100 rla.250 agres, south-west FRANCE • building permit for holiday resort Fax: +33 (0)6 55 02 32 52 COSTA RECA, a) exceptional 55ha lend 200m from beach/breathlating Pacific trew by Central Valley 10 4ha near San Jose. Each. US\$1.9M. TeVFax: +377

## Wanted!

- E ....

Distributors or Co-Publishers worldwide... for Bestsellers DVD & CD ROMs

\* 30 + Top CD ROMs \* 26 + DVD movie titles Fax: ++49-611 52 99 90 Tel.: ++49-611 52 30 51

Evaluation CDs - NO COST - on request

unimex CD ROM publishers

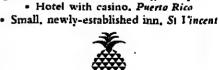
## COMMERCIAL REAL ESTATE #



Our current list of interesting properties include: - Redevelopment opportunities in Virgin Gorda, BIT & Antigua Small, successful, all suite property with development potencial, Anguilla, BWT

 Private residence or resort development. North Coast, Jamaica · Resort land, The Grenadines · Idyllic hillside inn. St. Lucio Major resort development land, Bahamas · Acclaimed inn in The Abacos, Bahamas

Significant resort hotel, Ambergn's Caye, Belize



Hospitality Investment Properties The Caribbeau's premier hotel & resort broker

CALL BRUCE BAXTER AT (305) 445 1046 OR FAX (305) 445 5097

FRANCE - PARIS REGION Personel contacts opportunities in Real Estate Restaurant with several routens, conventible, excellent business opportunity, deal location for high class clab, leasure center, foundation rest home, etc. FF 35 M Js. GUILLUER, 5 na Carnot, 92160 Antony France Fax +33 (0)1 6404 9588

**Businesses For Sale** 

COMPANY FOR SALE WITH USS50 M. TRADING FACILITY ACCOUNT WITH A UK BANK FINANCIAL TRADING FOR FULL DETAILS PLEASE CONTACT US QN: FAX: + 44 181 854 0514

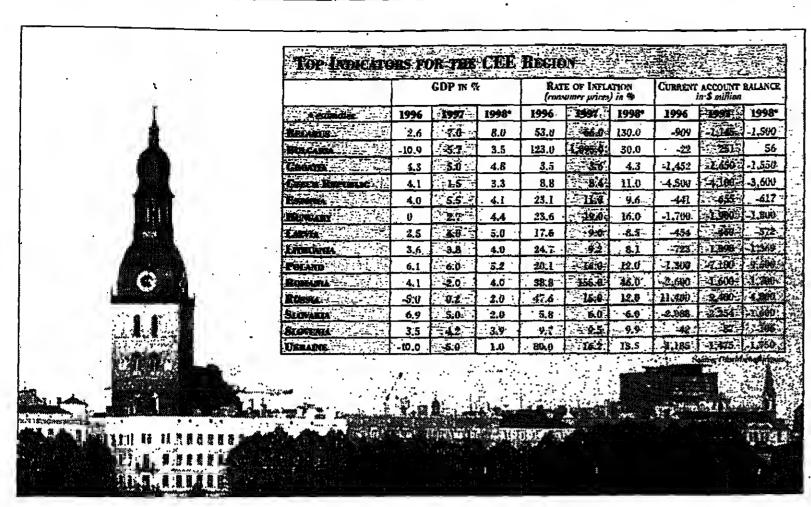
International Herald Tribune ads work

THE INTERMARKET **Starts** on Page 7

for Holidays & Travel. Residential Real Estate and Dining Out. To advertise contact Sarah Wersho on +11 171 120 0326 or fax +11 171 121/ 0338 A GREAT DEAL HAPPENS AT THE INTERMARKET

See Friday's Intermarket

# EMERGING MARKETS IN CENTRAL AND EASTERN EUROPE



### TECH CENTERS REFLECT ECONOMIES' DYNAMISM

These clusters of small and medium-sized high-technology companies are being asked to do a very big job.

nics through the start-up dium-sized phase, have been set up each plugged into its rethroughout Europe. State or spective segment of the national governments help world market. high-tech companies develop to the point where they generally been missing in are capable of successfully the CEE countries, where selling their products and large companies have been services nationally and in- more prominent in innovaternationally. In return, tive products and services. these small companies aim. The small and mediumto collectively constitute the sized companies tend to be technology and incubation leading edge of their busi- in the retailing and trading centers up to the job? ness communities.

An even greater role is

companies.

These Mittelstands have

In general, the most dynamic CEE countries tend to have the best technology centers

"It's impossible to make There are, of course, a a general statement about are at levels not too far be- amounts and kinds of pol- from their international Eastern Europe's 569 tech- ceptions. Hungary, the the CEE region's technol- ter in the West." nology and incubation cen- Czech Republic and Poland ogy centers." says Bernd

rechnology and incub- "Mittelstand" is a German were start ups, for instance Association of Technology centers. Estonia, for exation centers, which word designating a group of — and the entire region innurture new compainnovative small and metends to foster more.

Centers, "In fact, it's not ample, is widely regarded
even possible to categorize — along with Hungary and Are the CEE region's those of a single country. Poland - as having the Take Russia. Some of its most vigorous and successtechnology centers are ful of the region's econonothing more than the R&D offshoots of major compa-

nies. These so-called centers lack both independent technical and commercial infrastructure. Other Rus- companies. LDI Laser Disian ones are home to clusters of start-ups, and their equipment and busi- through spectrofluorimet- cal companies and banks to ness development services ers determine, on-site, the

In general, the most dystands in their countries, number of successful soft- the Berlin-based German to have the best technology

agnostic Instruments, Ltd. is one example. Its flow-

ters: to help create Mittel- have a large and growing Gross, managing director of namic CEE countries tend devices able to detect both economies into reverse. Such metals and radiation, is an- a scenario is reminiscent of other, along with Ektac, what happened in Asia. which manufactures sophisticated access control systems. •

CEE TECHNOLOGY CENTERS

CZECH REPUBLIC PULAND

SLOVAK REPUBLIC ROMANIA

## EU TRADE SUSTAINS REGION

Trade with the rest of Europe has kept the CEE countries from a meltinoid

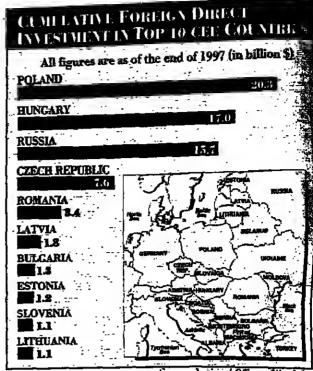
he trade relationships among the Central and Eastern Europe (CEE) countries are keeping the region from re-enacting Asia's tale of tumbling dominos. After a decade of explosive growth, the volume of trade between the European Union and the CEE region has achieved substantial results.

This trade and the ongoing west-to-east inflow of longterm investment capital are countering the potentially negative effects of Russia's financial problems, political instability in the Balkans and faltering restructuring programs in several countries.

Without this base of support, the difficulties could have precipitated a meltdown. Russia, which accounts for around two-fifths of the CEE region's population and one-third of its trade, has the predominant economy in the region. Its relative size is not the only reason that its current upheavals could unsettle its deputy chairman of Bank neighbors' economies. Most Austria Creditanstalt Internaof the major CEE-based funds are heavily invested in Russia, and the decline of the country's stocks is bringing down the funds' net portfolio value as a whole.

This might prompt fund managers to push the "sell" button, especially if they are these highly individual per- the West, which rose from worried about a possible war in the Kosovo region and about the fact that former in- mentals, and these will prevestment favorites like the vail," he says. "Also helping Two technology centers in Czech Republic and Ro- the countries contend with companies and the requisite Tallinn have nurtured a mania have not done better any excitement issuing from high-tech economically. A flight of the exchanges are the relspeculative capital would atively strong grips that their further weaken local curren- national governments still cies, making it harder for lopay back the loans received foreseen for Central and number of significant ex- the level of performance of low those standard to a cen- lutants found in ambient counterparts. This in turn flows of international hot vater. would freeze up the money money."
Englo Ltd., a producer of supply and send the region's

Investors can breathe a



likely to materialize, accord- rives directly from its ties to ing to Alarich Fenyves, tional, the international arm of Central Europe's foremost rise in industrial output banking group.

"Any tizzies roiling the stock and currency markets notwithstanding, a number of countries in the CEE region - I refram from lumping its growing trade deficit with formers into a single basket - do have strong funda- billion in 1997, Such best-ofhave over their economies. This grip means that the countries' economic fates are not totally determined by the ted the Czech Republic - to

The facts bear out Mr. Fenyves's assessment. The CEÉ region's fundamentals sigh of relief, however, be- are not bad. The mean GDP cause this situation is not of the 12 most important ism may have to say about CEE countries rose 4.7 per- import restrictions and the The average GDP increased right itself views, the fact by 3.4 percent in 1997. The remains that these measures

stems largely from the counindustrial sectors, which increased their mean nancial markets - that the output by 4.5 percent in 1997, as opposed to 1996's 2.8 percent. But the increases under control. have yet to make much of a dent in the region's mean rate of inflation — still high at 11.5 percent — or unemployment, which remains stuck sweeping program of budget just above the 10 percent austerity and economic re-

the EU, says a report issued by Austria's Raiffeisen Zentral-Bank. The report notes that some 90 percent of the achieved by the CEE region has ensued from demand and investment from the West.

The one fundamental not. in the CEE region's favor is \$27 billion in 1996 to \$40 class performers as Estonia, Poland and Slovakia have seen their trade deficits climb well past the 10 percent of GDP mark. Anything above 3 percent to 4 percent is considered critical, according to institutions such as the International Monetary Fund.

Such imbalances prompname but one country - to institute import restrictions. The restrictions proved unpopular with both the Czech people and international economists. "Whatever the true be-

Today - 7%

more than

Companies

6mbH, ED\ ≥

lievers of economic liberalcent in 1997, up from the other measures flying in the previous year's 4 percent, face of their let the market have often proven effective over the short run," says Mr. The region's upswing Fenyves. "They have also given a salutary message to the local and international ficountry's government is de-

This determination can. of course, be expressed in a better and more lasting way - by the instituting of a The strength of the CEE's successfully carried out by industrial sector. in turn, de- Hungary." he concludes. •

## BANKS FOR SALE

Previous sales have proved successful.

or the CEE countries' privatization programs, this is the year of the banks. Bulgaria, the Czech Republic, Hungary. Poland, Romania and Serbia have announced plans to sell public-sector holdings in leading financial institutions. and Russia might follow suit. Why the focus on banks?

One reason is that previous bank sales have generally been

successful building up investor trust in the process. Poland's Bank Handlowy is an example. The sale of 95 percent of its equily to institutional and private investors in 1997 reaped \$300 million for the Polish state and made the bank the

largest single issue traded on the Warsaw Stock Exchange.
According to ING Barings, post-privatized banks have been the top five performers on the CEE's stock exchanges this year. Investors are confident partly because the banks have been "well dressed for sale." Before puning banks on the auction block, governments usually purge the banks' balance sheets of nonperforming loans and burdensome prior commitments. Hungary's Budapest Bank, sold in 1995 to General Electric Capital Corporation, is a case in point.

Another reason for the focus on banks is that it's their turn. Most other centerpieces of the CEE economies have been partially or completely privatized, including, notably, the national telecoms. Now up are the banks, oil refineries and gas stations (in Poland, Russia and Romania) and other key assets still in state hands.

A final factor: "It has simply become fashionable in the CEE countries to put your banks on the block," says Alarich Fenyves, deputy chairman of Bank Austria Creditanstalt International. "I don't want in any way to disparage this trend, which I strongly welcome, and which is largely derived from Hungary's success in opening its financial sector to the world market. I just want to note that a psychological element has also manifested itself."

"EMERGING MARKETS IN CENTRAL AND EASTERN EUROPE" was produced in its entirety by the Advertising Department of the International Herald Tribune. It was sponsored by the Vienna Business Agency and the display advertisers. WRITER: Terry Swartzberg, based in Munich. PROGRAM DIRECTOR: Bill Mahder.



## More than any other Czech bank.

IPB is a major force driving the changing business climate here in the Czech Republic.

As the strongest and the first fully privatized Czech bank IPB is your most reliable partner for realizing investment opportunities, offering a full range of trade and structured financing services.

Let the lion's experience work for you.



## **LOOKING FOR A TEMPORARY** RESIDENCE IN VIENNA?

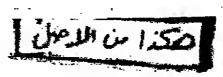
SINGERSTRASSE 21/25 provides an ideal solution

for the accommodation of business travellers, diplomats, parformers and all those who are planning a stop-over or a lengthy stay in the Austrian capital.

The new international amort Minimum tenancy la one place to reside in downtown Vienna - only three minutes by foot from St. Stephan'a cathedral - comprises 77 luxury apartments (from 31-77m²) each with marble bath, dealgner furniture, airconditioning, fully equipped

kitchenette, satellite-TV, hi-fi etereo, telephone (with answering device), PC-und fax-connexions. Tenants also have at their disposal a reception dask, a caférestaurant and an In-house underground garege.

Detailed information from: SINGERSTRASSE 21/25. A-1010 Vienna: Tel: 43 1 514 49 Fax: 43 1 513 16 17 Ask for our special rate





RAUM

SPONSORED SECTION

N EUROP

TAINS REGION.

the CEE countries from a melidon.

TIVE FOREIGN DIRECT OF THE COLVE

are are of the end of 1997 (in billing

a directly from the le

EL says a reported surported to surport surported to Rainford L.

Sank The report of

2 some 40 percen M2

in industrial our

the (El 19)

a - 5-124 from demands.

From the New

n. funkioneral :

EE region viane.

. The trade deficitor

which for the

or in looking

- Tomers as Lag.

... The trade deficitate

Test the 10 percent

Anything ab

percentur.

all he such as ther

Tell visit Monetary Fuel

morfunces prop

Republic -

· - - - - country -

- TO IT restriction

art dans protect as

инатануя

the true he-- sconomic liberal-The Research of the second 

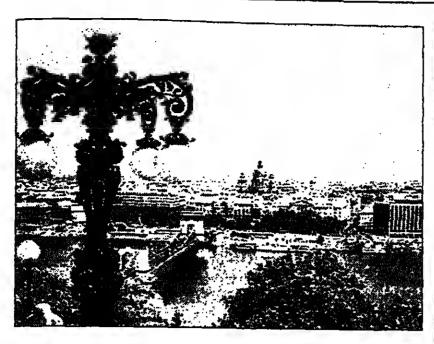
america Nema w da

of the same of the fact

ing Suctiber

- - and Showaka he

## EMERGING MARKETS IN CENTRAL AND EASTERN EUROPE



## 'WEBSTERS' LOOK EAST

Vienna's Web designers and providers want to meet their neighbors.

ienna is expecting a dramatic set up and maimain e-commerce and fall in its unemployment rate. currently pegged at 8.8 percent by Austria's office of statistics. The number of positions available as of the beginning of May 1998 was 52 percent above the figure at the same time in 1997. The increase recorded in Vienna was twice that registered by Austria as a

Where are these new jobs coming from?

"From the sectors in our husiness community supplying services, and particularly from the newly founded providers of telecommunications and Internet services," says Klaus Fischbacher, managing director of the Vienna Business Agency, "Both these areas have been creating high-end jobs at a tremendous pace.

The facts support this statement. The number of telecoms providers headquartered in Vienna has grown from one to 13 in the past five years. The Internet sector has grown just as fast: there are now 23 companies in Vienna providing access to the Internet, according to the Vienna city government. Not bad for a city of 1.7 million inhabitants.

Today's providers supply much more than simple link-up services. Companies such as VIANET Austria GmbH, EDVg Online and Telecom.at

other dedicated networks for their corporate elients, as well as intranets and extranets.

Most of these telecoms and Internet providers are recording rapid rates of mutually reinforcing growth. The growth in the number of telecoms providers is drastically cuning the costs of voice and data communication and other services. This drop, in turn, has made using the Internet - once a relatively expensive proposition in Austria very affordable. The result is an explosion in the use of the Weh.

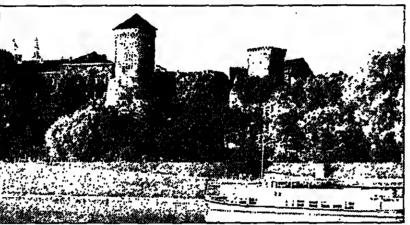
Vienna-minded

All of the providers, however, face a common hurdle; Their home market is finite and relatively small. Austria has 9 million inhabitants and 400,000

This problem is not shared by the country's Web agencies, however, of which there are 25 in Vienna. Bearing such whimsical names as "Pixelwings" and "Nofrontiere Design," the Web agencies are free to provide their Web site design and maintenance services to customers anywhere in Europe - and the world. And they have been doing just that,

Their corporate customers include some of the most famous names in Austria, Germany, Switzerland and





Budapest, Prague and Krakow (clockwise from top left) are favorite tourist destinations.

other places in Western Europe and North America.

When will Vienna's companies begin receiving commissions from the Central and Eastern European mar-

"As soon as the CEE companies make a major move into high-end sites," says Steven García, a manager for U.S.-based Platinum Technologies in the CEE and Commonwealth of Independent States region. "When they do so, it will only be natural for their Wcb people to work with Vienna's experts. When it comes to ICT [information and communication technology], these companies are very Viennaminded. After all, much of the software and hardware the CEE companies use has been supplied to them by the distribution networks headquartered in Vienna and maintained by international companies." The ICT companies also generally provide technical support and consultancy services out of their Vi-

enna regional offices, he says.
"It's working relationships like these that make me so excited about the next few years, in which these two business communities - the growing ranks of high-tech companies in Central and Eastern Europe, and Vienna's rapidly expanding on-line cluster -- will grow up, and will grow closer together," says Brigitte Ederer, president of the Vienna Business Agency and municipal councilor in charge of managing Vienna's

#### **BROAD MUTUAL FUNDS** ARE THE BEST BET

Investors are advised not to spend it all in one place, say those who follow the stock exchanges.

nvesting in a single CEE company or country on a short-term basis can be a high-stakes, high-risk affair. Placing and keeping your capital in a broad-based mutual fund is a relatively safe bet, one likely to pay off in the long ruo.

حكذا من الاعل

That's the consensus of analysts following the CEE region's seven major stock exchanges. The first statement arises from the stock exchanges' growing number of "crashand-burn" stories, in which the glowing prospects of high-flying "can't misses" turned out to be figments of investor cothusiasm.

The second statement is based on the "region with plenty of room to grow" theory. The theory runs likes this: The CEE region's stock exchanges are currently underperform-

ing by world standards.

Since the stock exchanges have fundamentals as good as - or even better than - many of their counterparts elsewhere, the exchanges' averages are bound to rise to "normal" levels sometime.

The most important of these fundamentals is the local stocks' extremely low price-earnings ratios. These, in turn, are partially the products of the good profitability of the blue chips. •

many companies within the region. Adherents of the broad-based investment theory place their trust in another fundamental: \$105 billion. That's the total current market eapitalization of the CEE countries. It comes to 21 percent of the countries total GDP. Since this percentage is a tiny fraction of those found in Westem countries, that figure, too, will no doubt adjust itself in the not-too-dis-

tant future. The key question is, when? When will the good rates of economic growth that a number of CEE countries are consistently recording win back the West's institutional investors, who are now reluctant to invest in a region experiencing its share of political and economic turmoil? Fresh money from the investors would, of course, send the exchanges' averages soaring.

The answer seems to be, once the Russian crisis is over. Until then. stock market analysts have two pieces of advice for "outsiders" wishing to invest in the exchanges; buy now. since you are probably buying into the bottom of the market, and stay away from individual companies, unless they are verifiably the bluest of

#### USEFUL ADDRESSES

WWFF - Vienna Business Agency Ebendorferstraße 2, A-1082 Vienna Tel.: (43 1) 400 086 794 - Fax: (43 1) 400 070 70 Internet: http://www.gv.at - E-Mail: vienna@wwff.gv.at

Investioni a Postovni Bank, a.s. Senovazné nám. 32, POB 819, CZ-11403 Prague Tel.: (420 2) 24 07 11 11 - Fax: (420 2) 24 24 40 35

Internet: http://www.ipb.cz Bank Austria

Vordere Zollamtstraße 13, A-1030 Wien Tel: (43 1) 71191-0 - Fax: (43 1) 711 91- 56155 TOURINFORM

Sūto u. 2 H-1052 Budapest (36 1) 317 9800 - (36 1) 317 9656

OPEN DOORS, OPEN HEARTS, OPEN MINDS, Visitors to Hungary

TIUNGARY experience friendliness and cordial bospitality everywhere, when choosing an

adventurous tour by bicycle, rowing, sailing boat or on borseback in the peaceful countryside. Wander around gently rolling bills, green valleys, rapid creeks, endless plains or ride a bicycle or a well-trained borse through Hungary's national parks, nature reserves, castles and fortresses. In the relaxed atmosphere of the villages you will find traces of past lifestyles and rural traditions. And remember, wherever you come from, you will encounter beartfelt Hungarian bospitality.

> The most exciting adventure is a journey back in time

> > TOURINFORM H-1052 Budapest, Sütő n. 2. Tel: (36-1) 317-9800, Fax: (36-1) 317-9656



# С ведущим в

Восточной Европе

Eastern Europe европейским

банком Вы

understand what's written сможете читать

between the lines. между строк.

Ah, so you've already visited Eastern Europe. [That's leading provides of themseld services in Central and in contact with the Bank Austria Group - quickly - the banking group, send a law to ++43/1/71191-58652.

in the second control of the second control

rice ) And you reduced a lot of new things while you eastern Europe. The Bank Austria Group has years of were there. [Yes, Indeed.] The folks over there have a know-how, and experience in dealing with the eastern somewhat different attitude to business than we do. half of Europe and offers a full range of financial sens-[Really?] And you made some interesting business ces.] It doubt be that your fabilious business venture connections. [Sounds good.] They were so open to your could soon expand to other Eastern European countries. ideas and they made an absolutely fabulous business. [Not to viorgy, The Bauk Austria Group tias a fabulous proposal. [Careful now.] And they want to make a deal. network of branch offices throughout Central and with you in the very near future. [Now's the time to get Eastern Europe.] For more information about this

Больше банка у больше шансок.

there talk takes quethoster

THE THESE TREATER - - - - en effecto . They have also Life message i ्र तथ (ग्राट्सावीलावी है ुरु 📉 😽 क्षेत्र के . подтателя в с · Contration C

् । अवस्थान्य The Pile الخناءات

SALE SALE

· - - inprovale

12 mg -

Low Latest Chape

Tuesday's 4 P.M. Close The 2,600 most truded stocks of the day. e prices not reflecting late trades elsewi

Sis Div Yid PE 100s High Low/Latesi Chrys

Full details available at:
http://www.iht.com or e-mail: subs@iht.com

| 2 | Alondit | Stock | Div Val | PE | 100 | 110 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120 | 120

HAVE YOU CALLED

THESE NUMBERS?

+43 1 891 363 830 0130 848 585 00800 3312 1506

800 4 448 7827

167 780 040

020 797 039

+33 1 41 43 93 61

(toll free)

(Vienna,

(toll free)

(toll free

(toll free)

(toll free)

(toll free)

(toll free)

(Hong Kong)

(Paris)

Subscribe and SAVE up to 60% off the cover price.

Try a special low cost 2-month trial subscription.
 Early morning hand-delivery to your home or office

For easy ordering & details of hand-delivery areas call:

THE WORLD'S DAILY NEWSPAPER

widely available

Austria

Germany

Luxembourg

Greece

Norway

Sweden

Belgium, Denmark, France, Ireland,

Rest of Europe, Mid. East & Africa

Netherlands, Switzerland, U.K.

Central & Eastern Europe

| Control | Cont

Flying Low. the Ruffles No Fea Canada Suys Calm thout It 4.0 ~ \*\*\*\* REGINA · Large ু ের জেন n der en 1.22

he illian

popular cause and d Scoutseas in ren cherry

mod 15

BySym

milist 7 ANY 252 - . .

tores or

ne enterna BAU 4.1.

Doing what others dare nest

Tokvo Fine-Tune

2112 34

1 1907 

rouid aris :- : I de er jachow schee.... the name doubtia - \_-

WALL STREET WATCH

ANew Challeng

Mary Dollar Values

Services

Servic

The same of the sa

The second secon

を開発している。 では、1、1、1の例のでは では、1、1の例のでは ではない。 ではない。

Continued on Page 19

WEDNESDAY, JUNE 24, 1998

PAGE 15

## Flying Low, the Loonie **Ruffles No Feathers**

Canada Stays Calm About Its Dollar's Fall

By Anthony DePalma New York Times Service

ic experiment, and the expression of the control of

in for more than a money at the same and the felt of

The large movie.

and to decide if I feel closes it has significant meaning is because I had a good line under said. But if you sat me decide it is in my other films in from discovering fun.

andiences are water:

them also drives life

Thomas, the charisman of the San Francisco Symples

Programs, while fully and classics, are notable for a

- or recent works. Amage

and neglected 20th-century

endlences there are end

was not surprised by

earte) this season has

ticket buyers, who ten

habit. Some 35 percent

. . . . holders were in the 3.

--- arti (compared with 5 p

17. 41 subscribers), and 25%

age with the holders were my

and this has to do . Thomas him:

Terris identify with his a

and appeal. They may

Soung on here

ELEMATIC of what ke

251 to accomplish a

- Troduction, imaginating

Lamos, onginaled

. in Cooperstown, Ne

e Ommerglass Opera, t

reflormances at City O<sub>t</sub>

") \_1" played to 70 per This compares with, say :: Carmen "which had

. .: in 86 percent capa-.... ;; emphasized, before 

> and the state of t the so he quit and not . . San Francisca i

.... : Cast linke clanc is

...... tours 2 day. lc

-- -- 20 35 ] W

T : 1 TH CARS ......

in-a doctor.le

You just bares But I also E

in not;

Harris Mark

en can like

ines. When

ing.

en for planting.

ning frage gle of alfa only a smds

--- . je #i ±cket (compared am:

sectibers). is not scientific proof. F. But younger people

- Purchasers, with or

: : Aesurive director.

REGINA. Saskatchewan - It has become a regular, almost routine, occurrence: Another day, another record low for the Canadian dollar.

The recurring declines that have sent Canada's currency to one low after another since the beginning of this year might have caused a panic in many countries, especially in these jittery economic times when fluctuations in the Japanese yen or the Thai baht send shivers throughout the world.

But this is calm, collected Canada. Its currency was worth around 68 American cents on Tuesday, just above the record low, and it appears to be headed lower. Yet, despite the best attempts of chauvinist columnists and all-news radio stations to stir things up every time the Canadian dollar weakens, Canadians are acting as though pretty much nothing has happened.

Indeed, not only have most Canadians blandly tolerated the latest, relatively modest, decline of their dollar --popularly known as the "loonie" because the dollar coin bears the image of a common loon on one side --- some are even cheering the currency's steady

Every time I see the loonie fall I think 'Yes! All Right!',"said Jack Degelman, a manufacturer and exporter of farm equipment in Regina, Saskat-

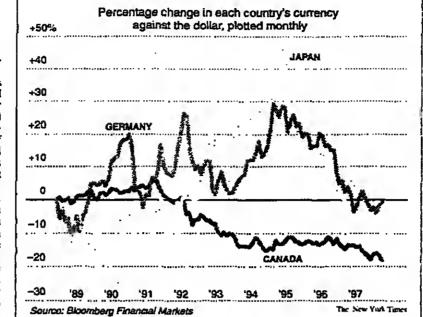
chewan. 'Having a lousy dollar def-

initely helps us out." A lousy Canadian dollar makes products like the rock pickers produced by Degelman Industries Ltd. cheaper buyers with American dollars, and Mr. Degelman's sales have been on the rise. Since more than 80 percent of Canadian exports go to the United States, the lopsided exchange rate helps lift the entire manufacturing and export

That has given Ottawa a big reason not to do much to keep the loonie from sinking. Besides, the overall Canadian economy continues to be strong, with low inflation, attractive growth and the first balanced budget in decades.

But while exporters may laud the currency's depreciation - and record numbers of American tourists discover how much further their dollars can go north of the border — plenty of Canadians are feeling some pain. Even with slight improvements that

have, at least for now, pushed the loonie back up over 68 cents, importers have watched their profit matgins shrink drastically. Canadians who usually flock to Florida and other warm spots in the United States are cutting their trips short or flying directly to Mexico, where the Canadian dollar continues to hold its own against the peso. The Toronto Blue Jays baseball team, with its \$50-million payroll in American dollars, buys greenbacks months in advance as a safeCanada's currency has fallen more than currencies of other industrialized countries. But the country is not panicking because its economy is otherwise relatively healthy.



guard against further currency shocks. Despite the depreciation, prices have out yet increased substantially for all the ported food, clothing and other items that Canadians buy every day. But business is warning consumers to be pre-

'Canada is a big importing nation,' said Robert Armstrong, president of the Canadian Importers Association, an industry group. "Apparel, footware, appliances, electronic goods, foodstuffs—we're all going to have to pay a

higher price this winter." Mr. Armstrong said that the federal government had not acted to arrest the dollar's slide because it was focusing almost entirely on the export part of the economy without taking into account how badly the rest of Canada was hurting.

"We can't cope with a dollar this low," he said. "It's not good for the

But his pleas are falling on mostly See CANADA, Page 16

## A Microsoft Victory, **But Big Case Looms**

Firm May Sell Browser With Windows 95

By Mitchell Martin tional Herald Tribune

NEW YORK - Microsoft Corp. won a round in its antitrust battle with the U.S. government on Tuesday when an appeals court said it could sell its Internet Explorer program as part of its Windows 95 operating system.

The Court of Appeals for the District

of Columbia also removed the special master appointed to gather information in the case, saying the issue was not technologically complex. Microsoft has complained that the master, Lawrence Lessig, a Harvard University law professor, is biased against it, but the appeals court did not take that into account.

Microsoft's stock rose more than 4 percent on the news, closing \$4.9375 higher at \$100.75. But analysts said a more recent set of legal actions filed by the federal government, 20 states and the District of Columbia was a bigger challenge to the software company's aggressive corporate practices. That case also will affect Windows 98, the

company's updated operating system. Because its operating systems are used on about 90 percent of the personal-computers sold, Microsoft has come under scrutiny for practices that seem designed to take advantage of its commanding position to control other

oftware-related fields.
"This whole issue with Microsoft has

Stocks fell Tuesday across Asia, led by Japan and South Korea, as investors

showed they were unimpressed with

government efforts across the region to

ward off recession, Bloomberg News

reported. Japan's Nikkei 225 Stock Index fell 254.49 points, or 1.66 percent,

lo 15,054.60. Benchmark indexes also

tumbled in Singapore, Malaysia, Tai-

Prime Minister Ryutaro Hashimoto

wan and Thailand

moved well beyond the browser," said David Cearley, senior vice president of Meta Group Inc., a research organi-zation in Stamford, Connecticut. 'The focus is Microsoft's overall business practices, their licensing practices, and the way they rie many of their products together both technically and from a marketing/licensing aspect.

. The ruling on Tuesday concerned a case brought last year by the government that contended Microsoft violated a 1995 consent decree with the Justice Department by requiring computer makers to load its Internet Explorer browsing software if they licensed its Windows 95 operating system.

Microsoft said the agreement allowed it to improve its products by integrating new functions and that Explorer was not a separate product.

On Dec. 11, the district-court judge hearing the case, Thomas Penfield Jackson, granted a preliminary injunction that forced Microsoft to stop bundling Explorer with Windows 95.

The appeals court said Tuesday that this injunction had been granted "without adequate notice" to Microsoft and had been based "on an erroneous reading" of the consent decree. It also criticized the appointment of a special master as "a clear abuse of discretion or an exercise of wholly nonexistent discretion," saying the words of the consent decree "are in plain English."

Kevin Fogarty, technical sections editor of Computer World magazine in Framingham, Massachusetts, said the Justice Department had been pursuing "a weak line" of reasoning. He said the suits filed on May 18 by the department and the states had a better change of sucthe states, had a better chance of succeeding because they were pursuing other actions, such as Microsoft allegedly pressing Internet service providers to give customers Explorer instead of the

competing Netscape Navigator browser. Mr. Cearley said there were "cases in point" of Microsoft pursuing aggres-

sive practices. Nonetheless, Erin Brewer, a Microsoft spokeswoman, said the ruling supplied ammunition for the company's defense because part of the new legal actions were "based on the same argument that Internet Explorer is separate from Windows.

## Tokyo Fine-Tunes a 'Total Plan' on Bank Reform to Calm Markets

By Sheryl WuDunn New York Times Service

TOKYO — The Japanese finance minister tried to calm the markets Tuesday and avert a further sell-off in the shares of a weakened Japanese bank, as the government moved a step closer toward setting up a special institution that could help restructure failed banks.

The nation's leaders are frantically working out the details of a grand scheme, called the Total Plan, to tackle doubtful loans. The plan has taken oo a 'sions, but it said Tuesday that it was

reports that one of Japan's 19 largest financial institutions is in financial trouble, and the market has driven its stock down by more than 60 percent in the last couple of weeks.

The Long-Term Credit Bank is reportedly looking for a rescue merger to olp stabilize its business, which has been attacked in recent weeks after reports that it was having difficulty in meeting funding requirements. The bank has denied all the reports, as well the nation's \$600 billion in bad and as accounts of various merger discus-

special urgency now because of news seriously working on a plan to restructure its business.

Government leaders voiced assurances that depositors, counterparties and holders of the bank's debt instruents would not suffer losses.

'Generally speaking, the government has never changed its will to fulfill the commitment to fully protect interbank transactions as well as deposits," said Finance Minister Hikaru Massunaga. "1 hope depositors and investors feel assured about their assets."

The interbank market, in which banks borrow and lend among each other on an

overnight basis, is the lifeblood of the financial market, and one of the greatest fears of a weak bank is that it gets shut out of borrowing in this market. On Tuesday, the Bank of Japan poured about \$3 billion into the money market, creating an overall surplus of funds worth \$8.8 billion, according to the evening edition of the Nihon Keizai

Shimbuo, the leading economic daily. Long-Term Credit's stock price fell to a record low of 62 yen Monday, from over 200 just a couple of weeks ago. On Tuesday, it was the most heavily traded stock, closing at 71 yen.

also tried to reassure depositors and investors, saying at a news conference that the government would "absolutely protect financial system stability.

**WALL STREET WATCH** 

## A New Challenge for Buffett: Questions

By Edward Wyatt

NEW YORK - It could be Warren Buffen's biggest challenge yet. Not the acquisition of General Re

Not the acquisition of General Re Corp., the reinsurance giant that Berkshire Hathaway Inc. agreed to buy last week for \$21.7 billion in stock. Rather, his taking on the often-unruly Wall Street professionals who, as part of the deal, will become holders of 15 percent of the shares of Berkshire Hathaway, Mr. Buffett's far-flung corporate

empire.
For years, Mr. Buffett has enjoyed a luxury unknown to most other American chief executives. He answers almost exclusively to individual investors, roughly 150,000 average Americans who have often paid premium prices to invest by his side as holders of Berkshire Hathaway stock. But institutional investors — the professionals who man-

Berkshire Hathaway will gain an entirely new class of shareholders: the institutions that now own some 85 percent of General Re's shares.

running the company after he departs. Institutional investors have not avoided Mr. Buffett's company because

Those professional investors, if they decide to remain long-term holders, are more likely to ask pointed questions about Mr. Buffett's plans for Berkshire, his investment outlook and who will be

Mr. Buffett seeks 'more trading.'

they do not believe in the magic of the man from Omaha, Nebraska. Rather, Berkshire shares are relatively illiquid. Only about 200 of the company's class A shares, which closed Tuesday at \$78,505, up \$1,005, change hands on the New York Stock Exchange each day. That has made big professional investors, who demand stocks that can be traded easily and quickly, loath to

and sell.

stock far above the value of the assets owned by the company. Berkshire Hathaway is not, of course

the average corporation. It is a fanciful conglomerate that combines Main Street businesses that seem to personify Mr. Buffett's homespun image — like See's Candies, International Dairy Queen and World Book Encyclopedias - with big stakes in some of corporate America's crown jewels, like Coca-Cola Co., Walt Disney Co. and Gillette Co.

At a news conference Friday to announce the acquisition, Mr. Buffett sounded sanguine about the change in his constituency. "We would hope that what we do at Berkshire makes enough

sense to them," he said. One of the benefits of the merger would be to create "a substantially lar-ger float" in Berkshire shares, Mr. Buffett said - referring to the number of

shares in general circulation.
"I think there will be more trading as a result, he added, perhaps making institutions "more willing to own Berkshire."

At the end of March, five institutions each owned more than 3 percent of General Re's shares, according to Technimetrics Inc., which tracks institutional stock data. Capital Research and Management, which oversees the American Funds family of mutual funds, was the largest holder, owning 6 percent of the shares. In contrast, only one institutional investor owns more than 3 percent of Berkshire Hathaway's class A shares: Ruane Cunniff & Co., s New York investment firm.

#### Global Private Banking

## WHEREVER YOU GO, WHEREVER YOU MAY BE, YOU'LL FIND THAT REPUBLIC SPEAKS YOUR LANGUAGE.



Our multilingual account officers are at your service in some three-dozen financial centres around the world. And though they speak many different languages, all are committed to one fundamental principle: to protect our clients' capital as we safeguard its purchasing power.

It is a simple principle upon which we base our brand of financial conservatism: private

banking built upon rigor, discipline and prudence. This sophisticated conservatism, vigorously pursued, has created a global private bank of exceptional stability, capable of weathering the roughest storms. Indeed, Republic's capitalization ratio, on a

risk adjusted basis, is twice as great as that required by the world's international banking regulators.

To our way of thinking, it is security as well as return that we must ensure each day. And in the process, to provide a unique quality of zervice, understanding and discretion.



#### Republic National Bank of New York Strength. Security. Service.

A Safra Bank - New York - Ceneva - London - Reijing - Reirat - Beverly Hills - Buenos Aires - Coynan Islands - Copenhagen - Encino - Cibenta nerusoy - Hong Kong - Jakarta - Los Angeles - Logono - Lovembourg - Manila - Mexico City - Niland - Milan - Monte Carlo - Monteviden - Mont Monters - Naman - Paris - Panta del Fista - Kin de Jameiro - Santiaga - San Paulo - Singapure - Sydney - Taipei - Tolego - Toronto - Zarich

#### anot lear age portfolios for mutual funds, college endowments and big corporations — have almost wholly avoided Berkshire. With the purchase of General Re,

often pushed the price of Berkshire's



Even the company's class B shares, first offered two years ago as a cheaper alternative to improve the stock's liquidity, can, at \$2,621, up \$26 a share on Tuesday, sometimes prove hard to buy

Institutions have also stayed away because individuals, in their eagerness to own what Mr. Buffett owns, have

**CURRENCY & INTEREST RATES** June 23 Libid-Libor Rates

Other Dollar Values

S. Aft. rand 5.4625 S. Ker. won 1383,00 Swed. form 3 7.9161 Tolecon 5 The least Tarkiths fire 263165 UAE direction 5.427 Venez. boliv. 543.75 Currency Per s
Greek druc.
Hong Kong S 7.7415
Hung, toriat
lodian rupe4
indo, ruplah
irish £
israeii shek.
Kow dinar
Malay, ring. Currency Pers
Argent peso 0,9998
Austrolion 5 1,4631
Austrolion 5 1,4631
Austrolion 5 1,2649
Erozi real 1,1549
Chinese youn 8,2795
Carch keruna 3,230
Danish krone 6,8362
Egypl. pound 3,418
Fin. markim 5,4533 Forward Rates 79-607

137.81

1.6659 1.4719 1.7933.

**Key Money Rates** 330 346 346 346 346 483 0.50 0.48 0.60 0.65 0.67 1.56 P.M. Ch'se 294,75 -- 0.50 294,45 -- 0.70 296,40 -- 0.70 Zurick Landon New York 136.61 1.4952

#### **Very briefly:**

 General Motors Corp. idled another 14,300 parts workers, lifting the total oumber of layoffs to 136,700, or 43 percent of its North American hourly work force, due to the 19-day-old strike by the United Auto Workers in Flint, Michigan.

• Time Warner Inc.'s board has authorized a 9.6 million share increase in its existing stock buyback program, bringing the total number of shares Time Warner is authorized to repurchase to 53.7 million. Time Warner has already repurchased 40.6 million shares, at an average cost of \$60.17. • Fedders Corp., manufacturer of air conditioners, is to spin

nff its Melcor Corp. subsidiary. • Kaufman & Broad Home Corp., a Los-Angeles-based home builder, said earnings for the quarter ended May 31 rose 61 percent to \$17.2 million. Reveoue rose to \$537.5 million from \$415 million.

• LM Ericsson AB, the Swedish telecommunications company, has signed a \$250 million five-year agreement with BellSouth Ecuador to upgrade an analog network to digital

 Petro-Canada and Ultramar Diamond Shamrock Corp. have abandoned plans for a joint refining and gasoline marketing alliance in the northern United States and Canada because of antitrust coocerns. Bloomberg, Reuters, Bridge News

#### Techne to Buy Unit of Genzyme

MINNEAPOLIS — Techne Corp. said Tuesday it would buy Genzyme Corp.'s research-products unit for about \$65.5 million in cash, stock and royalties, making it the world's largest supplier of certain proteins and antibodies for bio-

Techne, which is based in Minneapolis, is to pay Genzyme \$24.8 million in cash, \$17 million in stock and an estimated \$23.7 million in royalties over five years, the companies

#### THE AMERICAS

# Computer Issues Lead Rally on Wall Street Dollar Rises

NEW YORK -- Stocks rallied Tuesday as technology issues rose for a second day, helped by a court victory for Microsoft, and as energy shares gained ground on a rise in oil

The Dow Jones industrial average finished 117.33 points higher at 8,828.46. Broad-market indicators were also rising, with big gains in the technology-heavy Nasdaq com-posite index, which rose 38.75 points, or 2.2 perceot, to 1,844.57. The Standard & Poor's 500 Index gained 16.27, to 1,119.49.

Investors poured money into computer companies on expectations that their profits will grow faster than the rest of the market's. Profit growth overall is slowing. yet investors have not lost their ap-

say. Instead, they are favoring a select group of large stocks.

"You have to own companies that can sustain quality double-digit earnings growth over the next few years," said John Davenport, chief

#### U.S. STOCKS

investment officer for large-capitalization stocks at Mentor Investment Group in Richmond, Virginia. Microsoft led the gains, after the No. 1 personal computer software maker woo a round in court with federal antitrust officials.

Microsoft surged 4 15/16 to 100% after a federal appeals court said the company was free to offer personal computer makers a version of its Windows 95 operating

pente for stocks, money managers system with its Internet Explorer browser.

"It removes one of the longstand-Microsoft," said Eric Wiegand, se-nior money manager at First Capital crude oil futures. The 11-member Group, a unit of First Union Corp. "continues to make it desirable in

the eyes of investors," he said. Advancing issues led decliners 31/16, and Mobil gained 13/16 to 77 on the New York Stock Exchange 7/16. August crude futures rose 90 by a 17-10-11 ratio. Eveo before the Microsoft news.

second day. The move back into some technology and energy names feels like it's going to run a little bit longer," said Ion Olesky, head of block trad-

Intel rose 11/2 to 751/4. Dell Computer gained 5¼ to 93½, and Cisco Systems rose 21/4 to 87%.

Energy stocks also jumped for a Organization of Petroleum Export-The company's global market dom- ing Countries meets Wednesday, inance, visibility and liquidity and traders expect the group to cut production further to bolster sagging prices. Chevron rose 25/16 to 8 31/16, and Mobil gained 13/16 to 77

cents a barrel to \$14.55. U.S. bond prices rose for the third computer stocks were rallying for a time in four days as the dollar gained amid speculatioo Asia's economic and financial troubles will persist.

The benchmark 30-year Treasury bond rose 13/32 to 106 29/32, pushing its yield dowo 2 basis points to ing at Morgan Stanley Dean Witter. 5.64 percent. (Blnomberg, AP)

## Amid Worries About Japan

NEW YORK - The dollar rose a second day against the yea on Tuesday amid expectations Japan would not act quickly to revive its banking system and lift the ecocomy from

There are no signs the Japanese are saying, 'We've got to bite the bullet,' said Rick Zauderer, a bullet, manager at Friedberg Commodity Management Inc. in Toronto. "The Japanese are slow to act. The yen has room to go dowo."

The dollar was quated at 4 P.M. at 139,350 yen, up from 138.06 on

Monday. The dullar received an added lift against the yen in the wake of a

## Bankers Trust on Rebound: Life After Scandal

By Timothy L. O'Brien New York Times Service

NEW YORK - Bankers Trust Corp., having survived a series of financial scandals that tarnished the vaunted trading house's reputation and tore into its bottom line in recent years, is refashioning itself as investment banker to the world's smaller, fast-growth companies.

Already, earnings have reboun-ded. But it remains to be seen whether this strategy will give the New York bank the heft it needs to gn it alone no Wall Street and avoid becoming takeover bait.

"We are proponents of the idea that bigger is not necessarily better, said Frank Newman, who became the bank's chief executive nearly three years ago as the company began recovering from the trading scandals. "We're trying to find markets where we can add value."

Mr. Newman said Bankers Trust, currently the country's seventh-largest bank, had no intention of trying to compete with larger rivals like Goldman, Sachs & Co., Merrill Lynch & Co., or Morgan Stanley Dean Witter & Co. for the juiciest spoils of Wall Street: stock and bond underwritings and fees gleaned from mergers-and-acquisition advice for the biggest corporations in

Instead, the bank is focusing its efforts on providing these services to smaller companies in fields like dian dollar reflects the declining high technology, bealth care, the competitiveoess of Canadian inmedia and telecommunications. building on its solid franchise as a ural resources that Canada produces underwriter. And in abundance. Officials argue that disputes over policy, by law it is the that Canada produces.

U. S. STOCK MARKET DIARY

Bankers Trust also sees itself as an March for Chancellnr Media Cnrp., former Federal Reserve chairman, aggressive competitor in emerging ardin broadcasting concern, as evbut the purchase has yet to substanidence of its new-found underwritidence of its n markets like Asia and in an ecocomically consolidating Europe, ing muscle. where it believes its expertise in

local markets gives it an edge. To these ends. Mr. Newman has led Bankers Trust on an acquisition of disparate businesses incapable of the brokerage firm BT Alex. Brown Inc. last year, to give the bank the firepower it needs to provide fioancial advice and stock underwrit-

Continued from Page 15

market set the value of the loonie

against the U.S. dollar and other

currencies. While the rate is Sup-

posed to float freely, the Bank of

Canada — the country's central

bank - can influence currency ex-

change rates by raising or lowering

interest rates, which now stand at

4.41 percent for three-mooth Treas-

ury bills (compared with 5.18 per-cent for U.S. T-bills).

dustry and an oversupply of the nat-

Fundamentally, a weaker Cana-

idence of its new-found underwrit-But some analysts worry that all

ing for up-and-coming companies. of a bust, Bankers Trust was able to

CANADA: Many Benefits in the Loonie's Low Altitude

deaf ears. Government economists situation and enotend that trying to Canada, that has final say.

spending an hig-ticket items.

back Canadian dollars. But it does so

rarely, and then only to stabilize the

currency: on a particularly volatile day, oot to rebuild its value.

more under the influence of the

elected government than is the Fed-

eral Reserve Board in the United

preach pragmatism and patience. support it artificially with higher

Canada's official policy is to let the rates would be much worse, ham-

the mergers-and-acquisitions game.

Other problems loom that could the expertise that Bankers Trust has weaken Bankers Trust's bottom line been buying is really just a grab bag and make it a more tempting takeover target. Relative to its size, it spree, scooping up the mergers steering it through the competitive is among the most exposed of Amerboutique Walfensohn in 1996 and storms swirling around Wall Street ican banks in Asia — and, as Asia's ican banks in Asia - and, as Asia's BT Alex. Brown appears to be a economic crisis has deepened regood fit, but the \$200 million cotly, the specter of escalaing losses there could become a reality viewed on Wall Street as something quarter earnings next month.

The bank proudly points to a \$1.3 boast about snagging Paul Vnicker, Bankers Trust's stock rose billioo equity offering it co-led in the Wolfensohn chairman and 31.25 cents to close at \$112.4375. Bankers Trust's stock rose by

The last time ooe Canadian dollar

was worth one U.S. dollar was in

resumed. But the decline has been

gradual, minimizing the impact.

And even this year, while the ex-

change rate has bounced through

allowing the loonie to weakeo is the government, through the finance

least damaging way to deal with the minister, and not the Bank of

mering investment and consumer late 1976. Since then, the loonie has

interveoed in the open market in buy to last summer, when the decline

continuously lost ground; though it generally, the central bank has generally stabilized from early 1994

The Bank of Canada enjoys a record lows, the cumulative depre-

high degree of independence but it is ciation so far is under 3 percent.

#### FOREIGN EXCHANGE

report that suggested the U.S. Treasury secretary, Robert Rubin, only reluctantly went along with the U.S. decision to intervene last week

to support the yen, traders said.

A Market News story cited sources who said Mr. Ruhin acujesced to President Bill Clinton's decisino to intervece to sopport the

yen last Wednesday.

Many analysts speculate the interventioo was a political gesture before Mr. Clinton's visit to China. which begins Wednesday, that was meant to alleviate pressure on China's currency, the yuan.

Both at the Federal Reserve Board and at the Treasury, there was considerable skepticism about the effectiveness of intervention given the poor economic and financial fundamentals undermining the yen's value relative to the dollar. the sources told Market News.

The dollar also rose to 1.8017 Deutsche marks from 1.7940 DM after Presideot Boris Yeltsin of Russía said his country's ecocomy was close to crisis.

Russian economic woes teed to burt the mark because Germany is Russia's biggest trading partner and creditor.

"The market was surprised to see Yeltsin coming out and admitting its problems, said Gerry Celaya, an analyst at American Express Bank. "It suggests the situation must be even worse than we thought'

Economists here generally attrib-The dollar was at 1,5050 Swiss ute the currency's latest dips to outside factors, particularly the Asian francs, up from 1.4978 francs, and at 6.0395 French francs, up from States. Canada's minister of finance economic situation, which has 6.0150 francs. The pound was at appoints directors, who in turn se-dampened demand for the oatural \$1,6678, down from \$1,6735.

#### The Trib Index Prices as of 3:00 P.M. New York time. Asia/Pacific + 19.18 Енгоре + 4.37 + 16.56 N. America + 3.27 +2.50--- 15.46 S. America + 19.00 + 9.72 + 6.37 +2.66Consumer goods 230.11 +1.39+0.61+ 2.95 + 6.57 Energy +021 +0.28+10.73Finance + 2.67 + 1.85 - 2,12 + 0.92 + 0.46 + 20.50 + 265 + 1.32 + 15.61 + 207 170,32 + 1.03

#### **AMEX**

Tuesday's 4 P.M. Close The 200 most traded stocks of the day. up to the closing on Wall Street. ARCHIER IN Sheer sheet and the state of th SHOTE WITH CONCRETE WAS A CONCRETE CONCRETE STATE OF A CONTRACTOR OF THE STATE OF T 一個都有以外面 一個好的都的有心有為 過過過過過過過過過過過過過過過

## Symbolic Compose Phillipson S Condary Automite ATAT Textural S IBM Cobbins K reart Missrit Mis NYSE #Hell #FLA7 48377 14760 16760 म् अध्यक्ष्यम् **AMEX** 246 167 777 17 50,000 Biss-comb per R. Aug 98 727 71,45 72,10 Sep 98 7247 71,27 71,95 CC 78 72,97 71,55 72,05 Hon 99 74,00 72,40 72,17 Jan 99 74,00 72,10 71,57 Morry 71,90 71,05 71,50 Est, tydes 4,804 Mons sides 2,770 Mons open left 13,778, up 48 IRREGULAR IRREGULAR Acom Fund 26 Acom Ind 26 Acom Ind 26 Acom USA 10 British Sivet bl.4575 Global Tori Ret A 128 Global Tori Ret A 128 Global Tori Ret A 128 Global Tori Ret Z 111 Global Tori Ret Z 113 Global Tori Ret Z 114 Global Tori Ret Z 117 Prud Idention A 1075 Prud Jennison S C 109 Putum Cu Inco M 212 Putum Cu Inco M 212 Putum Growp A 4 for 1 spilt. Anden Group A 4 for 1 spilt. Hith Angrant A 3 for 2 spilt. Royal Caribbean 2 for 1 spilt. Southern Union 3 for 2 spilt. Southern Union 3 for 2 spilt. LIQUIDATING SUF LIO 13.00 6-29

## INTERNATIONAL FUTURES Grains CONN (CSOT) 5.000 by substant cents per bushel Just 91 2001, 2094, 15649, 4556, 71,007 5-9 92 2046, 25644, 2027, 4647, 74,973 Cher 92 2741, 2597, 2018, 74,61,62,050 Cher 92 2741, 27579, 4641, 77,222 May 99 2034, 276 281 476, 74,93 Sep 99 206 2789, 2789, 455 Sep 99 206 2789, 2789, 455 Sep 507 206 2789, 27 +5.40 +5.70 +6.90 +6.50 +7.10 +6.20

STLVER (NCANA)

5,000 froy ac. Conth per froy oc.
Jun 98

526,00 531,00 534,00 +1.50

36,198

Aug 98

536,10 +1.50

536,10 +1.50

536,10 +1.50

536,10 +1.50

536,10 +1.50

536,10 +1.50

536,10 +1.50

536,10 +1.50

536,10 +1.50

536,10 +1.50

536,10 +1.50

536,10 +1.50

536,70 +1.50

546,77

546,77

546,77

546,77

547,70

547,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

548,70

54 WHEAT (CBOT)
5.000 bu minimum, cords per bushel
Auf 95 27414 28514 2714 4444
Sep 94 30574 27614 3077; 559
Dec Rel 31879 31074 31654 55
Mar 97 301 32795 338 55
Ext. sobos 31,000 Moot soile 21,455
Moors open int 113,054, off 2,428 PLATTINUM (NMER)
50 frby DC. dollars ber livey of .
Jul 98 157 90 152 80 154 70
0ct 98 158-50 152 80 257 70
Jon 97 157 70 157 90 257 70
Jun 97 157 70 157 70 157 70
Jul 99 157 70
Jul 99 157 70
Kens open Int III.263 off 77

PORK BELLIES (CALER)
40,000 lbs.-coms per 80.
July 9 57 90 52.50 57.80
Aug 99 53.90 52.87 55.97 4
Aug 99 53.90 54.70 55.90
Est soles 2.761 Morrs adics 2.441
Morrs open in 5.167, up 6 5 YR TREASURY (CBCT)
6100.000 prin-pt; \$649% pt 100 pc)
5eg 96 109-44 109-47 109-40 + 63 232,951
Doc 99 109-44 109-44 104-44 + 63 973
Ext series 70,000 Monty spiles 70,552
Monty open 6nt 243,407, cft 974 COCCA (ICCS)
10 metric tars- 5 per ten
1x1 98 1252 1525
Sep 98 1607 1590
Dec 99 1645 1675
Man 99 1675 1668
May 99 1671 1667
Jul 99 1775 1705

Livestock

7.17 71.45 72.10 72.47 71.27 71.95 72.95 77.55 77.05 74.00 77.60 72.57 74.00 77.00 72.57 74.00 77.05 72.50

Est seles 20,000 Mon's 20les 20,052
Mon's upon the 20,407, off 994

10 YR TREASURY (CSOT)
1100,000 prin- ph. 8, 37mds of 100 pc1
Sep 78 113-27 113-20 113-26 + 04 446,559
Dec 98 113-22 112 21 113-27 + 04 30,416
Mar 99 113-27 113-20 40 61
Est seles 48,000 Mon's 20les 41,445
Mon's upon lei 488,443, off 1,489
US TREASURY BORDS (CBOT)
IS pc1-1100,000-pts 8 37mds of 100 pc1
Sep 98 123-16 123-01 123-15 + 10 947,816
Dec 98 123-16 123-01 123-07 + 10 113,552
Mon's 99 123-16 123-01 123-07 + 10 135,552
Mon's 123-08 122-31 127-07 + 10 135,552
Mon's open lei 1,200,359, off 4,660
LONG G'LT LIEFEE;
Seles 240,000 Mon's units 121,808
Mon's open lei 1,000,359, off 4,660
LONG G'LT LIEFEE;
Seles 240,000 pts 6 100 pc1
Sep 98 100 15 100,57 100 37 + 0 12 179,577
Dec 98 N.T. N.T. (109,95 + 0 13
Est soies 73,312, Prev seles 40,312
Prev upon not 127,577 up 1,464
GERMAN GOY, BUND (LIEFE)
DAYSQUOD pts 6 100 pc1
Sep 78 108,38 109,17 108 37 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T. (107,57 + 0 00 67,110
Dec 98 N.T. N.T.

31,067 10,215 516,648 1,972 672 381,262 327,045 268,408 225,725 187,291 156,825 142,052 GERMAN MARK I CALE RS 175,000 morks, 6 per mork 5ep 61 5619 5556 5507 -6,007 Dec 98 5697 5600 5607 4,000 Max 90 5612 4000 E-3 soles 13,667 Mores soles 14,767 Morrs open int 74,629, pt 59 JAPA NESS YEN (CMER)
12.5 million yen. 5 per 100 yen
5ep 94 . 7373 7257 7277 -0.00x9 111,181
Dec 78 . 4740 . 7254 . 7373 -0.00x9 1,147
Mar 99 . 7500 7440 . 7411 -0.00x9 1,706
Est. zolez 77402 Monrs solez 24.657
Monrs open int 115.001, off 537

MEXICAN PESO ICANERO 900,000 pesos. S per peso 500,000 pesos. S pesos 1,000 1,100 1,100 pesos. S pesos 1,500 Morrs open inf 32,784, vo 1,810

lect a bank governor, lo the case of resources and other commodities (Bloomberg, Market News) HEATING OIL INMER LIGHTSWEET CRUDE (MAKER)
1,000 bbl. dofturs per bbl.
Aug 98 14.83 13.66 14.57 +0.
Sep 98 15.26 14.37 15.06 +0.
Oct 98 15.60 15.13 15.50 +0.
Mov 98 15.40 15.13 15.50 +0.
Dec 98 16.25 15.98 16.16 +0.
Aun 90 16.30 16.25 16.39 +0.
Est. soles N.A. Mons soles 170.009
Monts open int 466.363, up 1.516 CAC 40 UMATIF)
FF200 per lades point
Jun 98 4098.0 4018.0 4075.0
Jul 98 4097.0 4028.0 4098.5
Aug 98 N.T. N.T. 4091.0
Sep 99 4112.5 4078.0 5104.0
Dec 99 N.T. N.T. 4139.5
Mar 99 N.T. N.T. 4139.5

Europe's large of Joh

t Dollar Rises

Amid Worries About Japan NEW YORK The dollar

against the time to

- - - n.l. went alog.

President Bally

····= integration to the dol-Marker Ver - Color of the color of the - 7 - 10 to 1 to 10 to en ide

AND COMP

F restant site.

Value paraes

2 aprisolne 21 23 d admie Gent Cele 2 and Espe

its situac

1,5050 \$25 40°S trancs, at און אישניי בייי 71: 79 and #25 7 in \$1 6735 November 1

2 2 2

Europe's largest Job Market for professionals, specialists and executives.

## The career minded in Germany and beyond have a major source of information - Frankfurter Allgemeine Zeitung. It is the newspaper that carries Europe's largest Job Market for professionals, specialists and executives. Over 60,000 highly qualified positions are advertised every year, covering a range of 800 occupations. If you want to reach more mobile and highly skilled Europeans for your job offer, you should advertise it in F.A.Z. For further information on how to advertise in F.A.Z. please call + 49 69 7591-1333. ermal

Frankfurter Allgemeine

Tuesday's 4 P. THE STATE OF THE S INTERNATIONAL HERALD TRIBUNE, WEDNESDAY, JUNE 24, 1998 SUPPORT FOR DESCRIPTION OF SUPPORT OF SUPPOR June 23, 1998 -PAGE 18 available on Internet: http://www.iht.com/IHT/FUN/funds.html Advertisement v to list your fund, fax Katy Houri at (33-1) 41 43 92 12 or E-maili : funds@iint.com 140 SR GLOBAL FUND LTD To receive tree daily quotations for your funds by E-mail: subscribe at e-funds@int.com PERPETUAL FUND ANGEN DE COMPANION DE COMPANI 04 ASN AMRO Finds Tel : 252-424949 225349 L Tue J Magnot 2180 Lus. Fa 252-424949 298 161 STAINES FO MINGERS IGUE! COSS B

COSS B Euro Egeny Global Era Mics, Band Global Equity Global Inform Soc Equ Global Life Soc Eq Global Passurors, Soc E 7.77 19.99 19.75 19.75 19.75 19.75 14.49 d Control of Freshman Europ Fd \$ 3.71
Control of Freshman Europ Fd \$ 3.71
DIT NETBURG ASSET MANAGEMENT LTD
Permutation of Fresh of Gr. (1872-0044-71)
Fermutation Fresh of Fresh o 122 Gebard Informs See Eav Gebard Life Soc Equation (Charles) Processors See Eav Gebard Processors Equation (Charles) Equation (Cha Under Mr. BOSET MANAGEMENT

24 UNIFICATION ASSET MANAGEMENT

10 Under State For Fig. St. 12

1 協 RPETUAL OFFSHORE IN E Bond Class E Money Market Class inch Bond Class USS Bond Class USS Meney Market Class USS Meney Market Class THE STATE OF THE S LOCATION PTFL (US Gilderformunce Pth 5.4 O SMALL CAP PORTFOL ICTET & CIE - GROU · 18.76 217 COLBERT SECURITIES ASSET MINGT LTD BOY EVEREST CAPITAL (Tel: +)

THE EVEREST CODE OF FORMER LIE

THE EVEREST CODE OF THE LIE

THE EVEREST CAPITAL (Tel: +) VALUE PORTFOLIO to COMGEST (72-1) 44 79 75 to C.F.E. Comp. Fund C.F.E. Lolus Fund 1218 1204 TIL F.L FOUNDERS ASSET MAGT-I Tel 44 (624 68679) For 44 (624 686 F.L. Founders Fd Ltd m. F.L. Founders II Ltd to unit one of carrier por USA 178 US GLOBAL INVESTORS INCG USACE US Process Awards E. Normal Resources Portion Tel 44-1481-770121 20 25 27 37 17 74 16 46 Closs A

Closs B

Closs B

Closs B

LATIN AMERICA PORTFOLID

Closs B

Closs B

Closs B

Closs B

Closs B

ACTIVE AMERICA POPTFOLID

Closs B

ACTIVE AMERICA

Closs B

ACTIVE B

Closs B

C FIL FOUNDES IL LOT

MARTINELLI GREENMACH GRONP
Advanced Sanderjes Lid
Formited and Lot SF
Founded Loud Lid
Formited and Lot SF
Founded Loud Lid
Anderson Segmen Lid
Anderson Research Lid
Series Secolal Lid
Out FARRMAY INTERNATIONAL LID
Signify Secolal Lid
Signify Secolar Lid
Signif 325 9887 394 40 111 4731 540 6000 108 8040 810 41 115 85 218 ABN AMRO INTEREST GO
AGN AMRO IN GRI-GEF
ABN AMRO IN GRI-DEM
ABN AMRO IN GRI-NES
ABN AMRO IN GRI-NES
ABN AMRO IN GRI-VES
ABN AMRO IN GRI-VES 建錢 231 IDF INVESTMENT & DEVELOP FIN 139 13 indesure Latin America Indesure Latin America Indesure Latin America Indesure Eur Smi Co td DOCAM ASIA Indexure ECHNOLOGY POPTFOLIO
CONS B
COSS B
COSS B
S SAALE CAP FOOTFOLIO
COSS B
SIGNAP POPTFOLIO 鴇 330.33 19 3 ON PIDELITY INVESTMENT Tel - 90 SZ 251351230 U For Egyl Ford 9.00 J Global Bond Fund B

100 WILL ER FUNDS MANAGEME

INT ENTET MINO MANAGEME

INT ENTET MINO MANAGEME

INT ENTET MINO MANAGEME

Willer Country

W 44.05 44.16 6.47 41.75 587.00 9.52 3.28 8.25 9.52 1.785 21.785 21.785 21.785 21.785 21.785 21.785 21.785 21.785 128 TURAL RESOURCES Des INTERINVEST (BERMUDA Tet 1411 795-3734 m Hedge Hog & Conserve Fo Broge Gibl Asset Fo Lid http://www.intersvest.com 066 FLEMING FUND MARAGEME LUXEMBOUNG (Tal: 327 34 101) THE CASIS FUND SKAY International Equaty Fund Whiter 1 decom
Willerbond Capital SUS
Afficienced Eur Currences
Willerequity Europe
Willerequity Bally
Willerequity Bally
Yellerequity North America THE OASIS FUND SHAPE AND THE PROPERTY OF THE P http://www.innerment.com
pri INVESCO DIT LLTD, POR 271, Jersey
pri INV BOND SERIES NAV as of 22/04/95 PTFL 141 PREMIER INVESTMENT FUNDS c/o P.O. Box 1100 GT, Grand Courses Fox (345) 949 0973 CREDIT COMMERCIAL DE FRANCE Elysees Mendicuro Som Acticosh USD B \$ 135 14 15 7000 30 5700 31 5700 31 5700 31 5700 31 5700 31 5700 4 6700 4 6700 4 6700 4 7000 4 7000 5 7 3400 4 7 3400 7 7 3400 7 7 3400 7 7 3400 7 7 3400 7 7 3400 MIKTS LTD WPSH IADAM SE 34.5 a de la Control 1264 ABOTOS Performance
ABOTOS Performance
ABOTOS Performance USO 999 Other Funds Application of the property of ALFRED BERG (Tol. 46 717 PRYCE WESTON INCORPORATED Tel: (AZZ) 753 1146 FOR: (AZZ) 845 0566 SOUTH OUTS A STORY OF THE CONTROL OF W2 ITALFORTUME INTL PUNOS
# Class A (Aggr Grayth Ind)
# Class B (Global Equal)
# Class C (Global Bond)
# Class C (Elboal Bond)
# J JAMEE MUND ## Pullican left Fund

M QUANTUM ERROUP OF FUNDS

Asuco Development of N.V.

Emerging Growth Fund N.V.

Destroum recommend

Outment System

Outme 嬔 103.75 TO POORMULA CROUP

FORMULA CROUP

188 PRIEDIBEPO ANULTI-SECTOR FINIDS

181 PRIEDIBEPO ANULTI-SECTOR FINIDS

FI 빏칣 COSS A
DEPORATE INVESTMENT GRADE PT
COST A
C 136.2 15.16 JULIUS BARR GROUP |森 att ALPHA FUND MANAGEMENT, CTD

SE Por Lo Vice Pot Hamilton, HAN1 Bern

Augus Arius Fd Lid/Feb26

Alpha Arius Fd-HV7 (L/Apr30

Augus Arius Fd-Toov/Agr31 2894.50 The Toll Wand Fund Liq 164 TEMPLETON GLOBAL STRATI C Asien Dev Equity G Englan Europeum A Str-Bot Gr A International Lid pine Alias Fig. Toos (Agri)
pine Gature Europe Moys)
pine Geture Europe Moys)
pine Geture Eigen
pine Holle Fig. (Anhary)
pine Hole Fig. (Anhary)
pine Hole Fig. (Anhary)
pine Hole Fig. (Anhary)
pine Hole Fig. (Anhary)
pine Life Ameri (Anhary)
pine Life (Anhary)
pine Eigen
pine Bitches
Browscassie invit Lie reBrowscassie invit Lie reCambridge Frend Lid
Contenting Contenting Contenting
Contenting Contenting
Contenting Contenting
Contenting Contenting
Contenting Contenting
Contenting Contenting
Contenting Contenting
Contenting Contenting
Contenting Contenting
Contenting Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenting
Contenti 9.75 10.27 1828 Usal seepast serpermi international Feat de Asimolare Controlled a Simolare Controlled a 214 GA.RATE MANAGEMENT LIMITRO
The Espano Fund 2005/96 LI

OZICALA CURRENCY FUNDS (FAX 12565
Tet 13.1 6/4 2006/92 133 1 6/6 0570
Gold 40000 II

244.01 Tolwari Annings. Amod Undervolvas Amod Undervolvas Amod Rosson Fol Undervolvas Amod Rosson Fol Undervolvas Prop to 2 Undervolvas Prop Globol Ford Pros Reigi Globol Ford Rosson Folger Globol Ford Pros Reigi Globol Ford Pros Reigi Globol Ford Rosson Folger Globol Reigi Globol Ford Rosson Folger Globol Reigi Globol Ford Rosson Folger Folger Globol Ford Rosson Folger Folger Globol Reigi Globol Ford Rosson Folger F 9.97 32 Sterial Proc Cott Officer, Printy 1997 F.
Surger Crysnichter Printy 1997 F.
Surger Cott Surger Printy 1997 F.
Surger Crysnichter Printy 1997 F.
Surger Cott Surger Printy 1997 F.
Surger Crysnichter Printy 1997 F.
Surger Crysnichter Printy 1997 F.
Surger Surger Printy 1997 F.
Surger Pri 7.76 7.76 Data Service and Selection of the Service and Selection of the Selection o L Company Bond For a life man Bond For a life man Bond For a life sounding bond For a life sounding bond For a life sounding bond For a life sound Equation For a life sound For a life sounding MAS For For Bond For For Bond Fo 4.4511777万度の日から、1000円のののであるとは、1000円ののでは、1000円のでは、1000円のでは、1000円ののでは、1000円ののでは、1000円ののでは、1000円ののでは、1000円ののでは、1000円ののでは、1000円ののでは、1000円ののでは、1000円ののでは、1000円ののでは、1000円のでは、1000円のでは、1000円のでは、1000円のでは、1000円のでは、1000円のでは、1000円のでは、1000円のでは、1000円のでは、1000円の 214 MINERYA CAPITAL MANAGEMENT T 171 AP 01 41 F M 171 AP 257 ACIFIC PERFORMANCE, SICAV Ten Stock Po 123 NAM FOREX MANAGEMENT IN NAM FA Dynomic IN NAM Mobil Hocos 816 AT LAS CAPITAL MANAGEMENT LTO
816 AT LAS CAPITAL MANAGEMENT LTO
78 Local Section Fd
124 5724 AND MANAGEMENT LTO
124 5725 AND MANAGEMENT LTO
124 57125 1412 B-25 24 NICHOLAS-APPLEG 1022.00 235 AXTS CAPITAL 24.18 15.24 FP 361313 1122.83 102.53 1 The Manthedon Food CI C MAN STATE OF THE MARK HTTERNATIONAL PUND PLC Protes of Jack State 184 61 457 39 71 58 11 580 69 6575 69 6575 69 667 55 553 60 2785 1 60 1765 1 60 6480 82 Hath Vield Hoop ward Interest Trans Fel Inc. Jopan Inc S CI Leveraged Inc. Jath-Europe DM Sath-Europe USS Matth U S DM Augh U S DM Pacific Pacific is but feder interest

Delice Managed

Emerg Ason Slockmark#

Pacific Stockmark#

Pacific Stockmark#

Dollar Special Mother

120 OLYMPIA CAPITAL INTL. INI
Wildows House, Hamilton HM11,
Tet. Jal 292-1015 Fax, Ad 295-230

Als Arstrage Fund 115 Tuesday's 4 P U Clase Trian Paragon FA
Trians Group Intelligence
Trians Group
Trians Intelligence
Trians Intelligence 39195 BELGE ASSET MGMT FUNC CONTROL CONTROLLED STATES AND STA 264 CREDITANSTALT AG 997,42 946 CURSITOR FUND 50 93 Serving SCI 200 ARO CONSTANT 7.13
NT RANOUE EDULARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEPENDENCE SCI 200 ARO CONSTANT 7.13
SEE CAN PER INDEP INTER INTERNATION 7.13
S GART Tryding I USU LA

GAM Underwood USS

GAM UNDER SE FEGURE PRINT PORTAGE SET 131.00

SE FEGURE PRINT PORTAGE SET 13 in S. Green Fasten Prosb

John Procing Fasten Prosb

John Proche Hall of C.A.

John Proche Hall of C.A.

John State Hall See a control of the PLUMB SE BENEFINE
PINCHO FE RENEFIN
PINCHO FE RENEFIN
PINCHO FE RENEFIN
PINCHO FE RENEFIN
BARCLAYS INTEGNATIONAL FUNDS ASIA
FE LISSI 2003110
FE CIPRO (1907-LBP PLAGORDO POPE
CIPRO (1907-Bairing Eostern Europo et p. 27 355 word Book Feb. 27 355 was a second book Feb. 27 355 which seeks Feb. 27 355 wh TO HANDIS RECOGNIZED IF

TO HANDIS RECOGNIZED IF

AUTHOR

Materials S, response

North America

North America 1781 76 9087 07 9087 07 97 11 477 37 4551 05 SATIONS

EQUIT. PORT SERVICE

EQUIT. PORT SERVICE

Powered Service Entropy C

Powered Service Entropy ### PROPRIES CONTROL STATE OF THE STATE OF T \$ 117.95 • \$ 1157.70 \$ 1177.96 d UBS Thoro L Risk Folders
enticeme Man vor USG VO

Tyl UEBERSSEBANK America

A Asso Sowin Convert USS

A South Convert USS

A Fund

Francia

Franc d USE Enter-Income Pulm SP (1988)

d USE Enter-Income Pulm SP (1988)

d USE Statement SP (1988)

d USE AS - Australian Dollars - AS - Austrian Schillegit
BF - Belgian France: CS - Canadian Dollaris DilDeutsche Harles: Dick - Dameh Kroner: Do - MS
Dollars. ECU - European Currency Lite: FfFrench Francs: FLI - Fransin Mant: FL. - Dulch
Sflown: IDR - Indonessan Ruplair: Li. - Edition Int.
Life - Luxerobourg - Francs: B-pencis: MFR
Lifelysan - Rengigt: Plas - Peachas: SGS
Sengaporo Dollars: SF - Sengs Francis: SeA Smedish Krongr: THB - Thai Bant: Y - Yet:
B - askend - Offer Proces: NA - Not Available: 55495 994766897549551 5495 994766897549551 5495 99476689754 36 SE EUROPEN
36 FERRENCH STORT FOR STORT 8 - asked • - Offer Prices; 1 - Not Available:
N.C. - Not Communicated: • New 5 suspended: \$15 - stock \$98c \* Ex-Omdent.\*
Ex-fits: • Other Price and 15 - probe. charge:
- Paris anatoming. • A mesterione exchange: •
misquoted cartier. \* not registered with
regulatory authority. P: bliddle of hid and offered
price. E: estimated price, \* price placebased 2
days prior to publication. • bid price.
The marginal symbols indicate baseautic of
quotations suspined. • ci. - days, for 1-said; [bib-mounting; iii - tertingthip; iii - negolarly; iii EUROPE GRAP (1955 A)

EUROPE GRAP (1955 A)

TO MEERILL LYNCH DEV LTD MATURITY

TO MEERILL LYNCH EMERGING MARKETS

LOCAL CY PRICES A)

LOCAL CY PRI The data in the list above is the max, supplied by the lund groups to Micropal SA. It is collected and reformated into the list babbe being transmitted to the IHT. Micropal and the IHT do not warrant the quality or accuracy of the list, the data of the performance of lides of the Fund Groups and will not be liable for the list, the data in the performance of lides of the performance of lides of the Fund Groups and will not be liable for the list, the data in the list is not and shall not be deemed to be an other by the IHT or Micropal to set securities or investments of any kind. Investments can fed as well as rise. Past performance does not guarantee future success. It is adversable to seak advice from a qualified independent advisor before investing. p-monthship in - mouthly: (i) - pages mouthly p-monthship: (i) - pages mouthly: (i) ė

صكدا من الاعلى

. حول	ن الا	رًا مر	So	Ī
				Ē

PAGE 19 INTERNATIONAL HERALD TRIBUNE, WEDNESDAY, JUNE 24, 1998 NASDAO Tuesday's 4 P.M. HON ICA SHIP Dr. YES PE 1202 MACH LOW LESSE CHIS H-ge Les Says STAN ME TOWN TO THE OWN 12 C20개 High Con State Hara and the CL 10 FE 100 Her Lin Later Crys The 1,000 most traded Mational Market securities in terms of dallar value, updated twice a year. Hope Lam S2011

40 - 6 - Charles

40 - 6 - Charles

40 - 6 - Charles

10 - 10 - Service

10 - Service ### 180 Her Line Land Own | 12 mg | 12 Segn Auto Court

See Segn Auto Court

See Segn Auto Segn THE CONTROL OF STATE การแล้วแก้งกับการกับเกี่ยวกับการกับการกับการกับการกับการกับการกับการกับการกับการกับการกับการกับการกับการกับการก การแล้วแล้วแก้งการกับการก A THE SECOND STATE OF THE SECOND SECO The Associated Press the sta PE 1905 high Lon Lates (high THE TRANSPORT OF THE PROPERTY TO SERVICE SER 199 12 124 14 Transferencentralian in the second designation of the second designati ... Box 15 % The state of the s Comments of the control of the contr 30 if a yair 1 if LITTARATAK TENTING TANGKATAK TENTING T 0.14

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10

0.10 22: Life Gill Core
20: Life Gill Se 77 02 707001994 138 - 12 7159 189 16 - 16 1225 57 50-4 - 11 647 7-7 7-7 - 12 71 71 72 70-7 - 12 71 72 70-7 - 13 1400 74-9 77-7 - 27 1440 74-9 77-7 - 27 1400 74-9 77-7 - 28 150 150 72-7 28-8 - 28 150 150 150 17-7 21 sb fotom 5 17 la YellowCD 27 le YoungBd 12 YoungBd 25 te Zetau 124 ZonBen 127 Zole 121 ZonBen 130 Zonogen 177 Zomo s 明治 ないとうなる シャラ One Sam ID Education of the Sa 71 [24] bath dr. 62 a. 25 Jrg 46; dr. 64 27 Jrg 26; dr. 64 27 Jrg ちょうさんちょうちゃん 60 2734 19 275 27 1972 4 2019 Art Lik 17 Mounts
High Low Stock Die Yid PE 102-High Low Laters Cirgo High Low Stock Die Yid PE 102-High Low Laters Cirgo High Low Stock Die Yid PE 103-High Low Laters Cirgo High Low Stock Die Yid PE 103-High Low Laters Cirgo High Low Stock Die Yid PE 103-High Low Laters Cirgo High Low Stock Die Yid PE 103-High L NYSE Dir Yid PE 1005 Hote Low Lodest Chigo 22% 27% Peckson pl 1953 147% RedRood 50% 18% Redwolf 1 Ohr 52% 25% Rooted Tuesday's 4 P.M. Close

| December | December

OBICESSION ASSES WARREN

The section of the page.

1 7047 21 En-ay Cross Costs - Company of the Party of the P THE PRESENT 999 Other Funds 

Party Photos Photos

200

THE RESIDENCE OF THE PROPERTY OF THE PROPERTY

| Value | Valu

## U.K. Deficit In Trade Hits 6-Year High

Bloomberg News

LONDON - The current-account deficit reached a six-year high in the first quarter as a strong pound brought on a decline in exports that spread from manufacturing to services, slowing the British economy. the statistics office said Tuesday.

The current-account deficit widened to £3.221 hillion (\$5.38 billion) in the first quarter of 1998 from a surplus of £46 million in the fourth quarter of 1997, the Office for National Statistics said. That was almost three times the £1.2 billion that economists expected, the first deficit since the third quarter of 1996 and the biggest since the fourth quarter of 1992.

Exports fell as six increases in interest rates in a little more than a year raised the value of the pound. British manufacturers slid into recessioo as their products grew more expensive overseas. Now service industries are feeling the weight of the pound as well - a sign the British economy, one of the strongest in Europe for the last five years, is running out of steam.

"The reappearance of a currentaccount deficit is probably the most dramatic sign of the damage being wrought by the strong pound, 'said Simon Briscoe, a British economist

at Nikko Europe. The current account is effectively a ledger of a country's debits and credits, and a deficit means more people outside Britain bold pounds that they will eventually sell for their own currency.

Separately, a report oo firstquarter gross domestic product showed the economy slowing as exports fell. British GDP grew 0.5 percent for the quarter, the slowest quarterly growth in a year, and 3 perceot from a year earlier. The quarterly figure was unrevised and the annual figure revised up a notch,

from 2.9 percent. Even with the revision, the figures showed growth is slowing, from 0.6 percent in the fourth quarter and 0.9 percent in the second and third quarters of last year. More important, growth in services slowed in the first quarter, with the biggest slowdowns coming in areas such as financial services -- that had earlier grown the fastest.

## Pearson to Sell Madame Tussaud's

LONDON - Pearson PLC, Britain's biggest media and leisure company, said Tuesday it would sell The Tussaud's Group, which owns Madaine Tussaud's wax museum, as it continued to sell units not related to its main publishing and television busi-

The planned sale is part of Chief Executive Marjorie Scardino's effort to focus Pearson on its media businesses and cut costs. Mrs. Scardino has pledged to double the company's value by 2002.

Pearson has long been expected to sell Tussaud's

which dates back to the French Revolutioo — to
help reduce debt created by its recent \$3.6 billion purchase of Simon & Schuster's educational pubhishing unit from Viacom Inc.

On Monday, Pearson said it would sell its 40.5 percent stake in the Port Aventura theme park in Spain to Seagram Co.'s Universal Studios for £40 million (\$66.9 million).

The Tussaud's Group, which also includes theme parks in Britain such as Alton Towers, is seen as a prime disposal candidate because of its perceived lack of synergy with Pearson's core businesses, which include The Financial Times newspaper, educational poblishers, and television programs such as "Baywatch" and "The Price is Right."

'As we sharpen Pearsoo's focus on to a tighter group of media businesses, we have decided that this is a good time to test whether Tussaud's might be even more valuable to a new oweer," Mrs. Scardino

'They will have to offer a good price to convince

us that it is," she added.

The Tussaud's Group could fetch £350 to £400 million from a British or U.S. buyer, taking into account the division's theme parks and Madame Tussaud's sites overseas, analysts said.

Tussaud's, which last year had an operating profit of £22 million oo sales of £107 million, got its start during the French Revolution, when Madame Tussaud sculpted the heads of guillotined aristocrats

before escaping to London. The Tussaud's Group has since grown to include



Judy Craig, an artist at Madame Tussaud's, grooming a wax effigy of Sylvester Stallone.

Madame Tussaud's sites in Melbourne and Amsterdam, with exhibitions also planned for New York and Las Vegas.

The company's flagsbip museum oear Loodon's Baker Street attracts about 2.8 million visitors a year, making it one of Britain's top commercial tourist

In addition, the group owns the Alion Towers theme park, Chessington World of Adventures and Warwick Castle and recently agreed to buy Thorpe Park in southeast England. Pearson's shares slipped 1 (Bloomberg, Reuters)

## EU Raids 4 Austria Banks in Cartel Probe

BRUSSELS - The European Commission said Tuesday its antitrust investigators carried out morning raids on offices of four Austrian banks to unearth evidence commission said in a statement.

port financing bank, and Bank fuer Arbeit und Wirtschaft AG, Austria's fifth-largest bank, said they were the banks raided.

211.50 211.00 211.00 210.00
320.00 318.70 318.70
320.00 318.70 318.70
320.00 336.00 576.00 564.00
139.00 136.00 137.00 564.00
139.00 136.00 137.00 183.00
1383.00 120.00 183.00 1835.00
208.00 202.00 204.00 204.50
46.60 40.59 40.89 40.59
88.80 87.80 67.90 88.40
107.70 106.90 107.00 108.80
107.70 106.90 107.00 108.80
115.90 115.90 115.90 113.90
115.90 115.90 115.90 113.90
175.00 175.50 175.00 177.50
175.00 175.50 176.50
176.70 176.70 176.70
167.90 164.90 164.90
167.90 164.90 164.90
167.90 164.90 164.90
167.90 164.90 164.90
167.90 164.90 164.90
167.90 164.90 164.90
167.90 164.90 164.90
167.90 164.90 164.90
164.90 164.90 164.90
164.90 164.90 164.90
164.90 164.90 164.90
164.90 164.90 164.90
164.90 164.90 164.90
164.90 164.90 164.90
177.30 176.90 177.30
184.90 164.90 164.90
177.30 176.90 177.30
184.90 164.90 164.90
177.30 176.90 177.30
184.90 164.90 164.90
177.30 176.90 177.30
184.90 164.90 164.90
177.30 176.90 177.30
184.90 164.90 164.90
177.30 176.90 177.30
184.90 164.90 164.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 176.90
177.30 1

'The commission expects 10

of a price-fixing cartel.

Raiffeisen AG, Austria's thirdbody that meets once a month, aclargest bank, Oesterreichische Postsparkasse AG, which operates
through the post offices, Oesterreichische Kontrollbank AG, an exnon's central bank, Most of Aus-

about the banks' participation are regularly held meetings which are known as the 'Lombard Cluh,' "the banks have been a target of EU cartel investigations, which have cartel investigations, which have been aimed at sieel and other in-

dustrial sectors. The commission said it had started investigating the banks' practices in May 1997 following reports in the Austrian press about a list of 13 measures for boosting the banks' tria's largest banks are members. profitability, including a hand-writthough attendance at meetings ten note called "Lombard 8.5." (Bloomberg. Reuters)

The commission can fine compagather more precise information oies found guilty of anticompetitive

> Bahn on the stock exchange.
>
> The Deutsche Bahn chief execcargo travel across Europe.

## Rail Venture Ties Holland To Germany

FRANKFURT - The German and Dutch national railroads said Tuesday they would merge their rail cargo businesses, creating the first cross-border rail freight company to challenge the supremacy of Europe's trucking iodustry.

Deutsche Bahn AG will hold a majority in the new venture with the Netherlands' NS Groep NV, with the size of the stake to be set next year according to the companies' sales. Based on 1997 sales, Deutsche Bahn will likely hold about a 90 percent stake in the company.

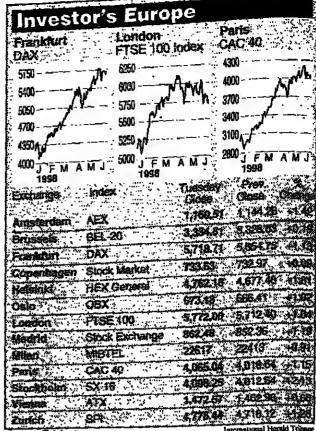
The freight merger, the first be-tween European railroads, comes as state-owned railroads seek to defend a shrinking percentage of Europe's freight market from the trucking industry, which now transports nearly

50 percent of all freight in Europe. The new company, to be called Rail Cargo Europe AG, will be based in Mainz, Germany, about 25 miles (40 kilometers) east of Frankfurt. The two railroads said they were open to other partners. Analysts said the venture would give the Dutch company a chance to avoid a third year of losses in freight. Deutsche Bahn, already Europe's largest rail freight operator, wins key access to Dutch ports, including

Ronerdam, the world's largest Analysts say merging rail freight businesses makes sense since Europe's trucking business has thrived with the falling of internal EU borders and the lowering of tariffs. In Germany, for example, Deutsche Bahn said trucks transport 50 percent of all freight, with the railroad transporting 23 percent. Shipping accounts for 20 percent of

freight and pipelines for 6 percent. NS Cargo, the Dutch railway's freight unit, had 1997 sales of 310 million guilders (\$153.2 million). DB Cargo, the Deutsche Bahn freight unit, had 1997 freight sales of 6.7 billion Deutsche marks (\$3.73 billion). DB Cargo has 48,000 workers and NS Cargo has 1,878. Germany plans to eventually sell Deutsche

utive. Johannes Ludewig, has said the German railway wants to negotiate cooperation agreements with other railways to permit seamless



#### Very briefly:

· British Airways and American Airlines must cot the frequency of flights on key routes for six months to allow more competition once their planned alliance starts, Karel Van Miert, the European Union's antitrust chief, said. He was particularly coocerned about flights between London and six U.S. cities where BA and American together now account for more than half of passengers.

• Kingfisber PLC, owner of Britain's biggest home-im-provement chain, agreed to increase its stake in BUT SA to 62 percent from 26 percent and bid for the rest of France's No. 2 furniture retailer as part of a push into Contineotal Europe.

· Conforama SA. France's largest furniture and bome-appliance retailer, said it agreed to bny 10 stores in Spain, making it the largest retailer of its kind in that country.

· Renault SA, France's second-higgest carmaker, said it may consider an acquisition in Asia to boost sales outside of Europe, although it ruled out a merger.

Daimler-Benz Aerospace AG said it has agreed with Sun Microsystems Inc. and Hewlett-Packard Co. to cooperate in the field of military surveillance and intelligence equipment.

• Deutsche Boerse AG, the German stock exchange association, said it planned to introduce a stock index for socalled small-cap shares as early as this year. The German steel sector is in good bealth but will have to

RWI economics research institute said. • Credit Commercial de France and J.P. Morgan & Co. said the French bank is buying the French institutional fund

shed about 10,000 jobs during the next three to five years, the

management business of Morgan. · Orange PLC. Britain's third-biggest mobile phone company by sales, said it would cut call charges by as much as 66

Bloomberg. AFP. Reuters

#### **WORLD STOCK MARKETS**

Tuesday, June 23 Telekurs

Frankfurt 159.50 168.00 172.00 17 5120 17120 170-1 \$9,90 162,90 162,90 192,90 192,90 192,90 193 A/AB R
Asidos
Asidos
Asidos
Asidos
Asidos
Asidos
Asidos
Asidos
Asidos
Balista

Composite index: 2411.44
Previous: 2417.97
PRO 217C5 21945 22405
B15 24190 24550
D00 9750 9750 9770
E00 7123 7140 7140
E00 723 7140 7140
E00 7230 7400 2430
E00 38800 38800 38975 38955
E00 20455 20500 20500 **Athens** 22900 26815 10000 7260 7500 39300 20650

Bangkok | 175.50 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 175.00 | 1 **Bombay** 

\$28.00 517.00 198.30 517.00 198.30 219.60 325.00 225.00 387.00 578.25 63.30 648.00 216.50 216.50 154.30 160.87 154.30 160.87 139.80 141.90 264.10 169.00 169.20 168.10 494.00 197.70 325.00 1391.00 360.60 62.00 598.00 205.00 149.20 135.50 193.70 160.30 217.90 217.90 325.25 452.50 64.00 636.00 217.00 158.00 141.90 205.00 172.90 8EL-20 ledes: 3234.81
Previors: 2224.83
25:30 25:50 24:15
24:15 24:50 24:05
25:70 56:40 56:20
16300 103:50 103:51
4870 4870 4870
4870 4870 4870
25772 526:57 25:25:2
2770 7880 7960 7960
25772 526:57 25:25:2
2770 7880 26:00
14900 15000 136:75
6677 6770 4780
2770 7800 136:00
14900 15000 197900 Brussels 

**Buenos Aires** 7 10 4.30 4.83 218.90 3.86 1.76 5 99 3.21 28.78 7 08 4 25 4 82 217,90 1,54 6 90 1,25 28,80 7.15 4.30 4.93 71490 3.86 1.80 6.00 3.25 78.80 7.10 4.33 4.90 718.90 3.86 1.77 4.00 3.25 29.90 Istanbul

Anadolu Ituzu Haci Omer Sab KOC Holding . Turk Havo Turk Havo Turk Bankasi 5lock index: 723.63 Previous: 722.97 428 430 429 489 490 435

High Law Clase Prev.

71.40 199.00 64.10 9.4 

Kuala Lumpur Berinya Sport Gertiling Gertiling Colden Hape X.L. Keporty Manganian Mal Banking Mal Hill Ship Petrangs Gas Public, Bk F Resorts Work RHB Capital Pottymors PA Sime Dorty Telekom Mal Tenaga YTL Power 7.90 7.95 4.75 1.47 6.15 7.65 1.27 2.50 2.53 2.50 2.50 2.50 2.50

Previous: 4477.48
0 8-60 8-50 88.00
0 56.60 57.00 56.80
0 3130 3159 31590
13.10 3220 3220
0 168.00 168.00 169.50
0 18.00 168.00 169.50
0 164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
164.50 165.00 165.00
165.00 165.00 165.00
165.00 165.00 165.00
165.00 165.00 165.00
165.00 165.00 165.00
165.00 165.00 165.00
165.00 165.00 165.00
165.0 88.90 57.80 315.00 34.20 169.50 N.T. 363.00 165.00 76.00 264.00 940.00 244.00 London Abbey Noti Alliance Loke Alliance Loke Alliance Loke Alliance Loke Alliance Commercial Annual Market Associated Bank Scattorid Bank Scattorid Bank Scattorid Bank Scattorid Bank Scattorid Bank Scattorid Bank Alliance Commercial Heng Sets; 2219.47
Previous: 2014.47
43.65 8.40 8.40
12.25 12.40 12.45
3.5.70 36.40 36.20
12.55 12.40 12.45
3.5.70 36.40 36.20
12.55 12.40 12.50
12.55 12.40 12.50
12.55 12.40 12.50
12.55 12.40 12.50
12.55 12.40 12.50
12.55 12.40 12.50
12.55 12.40 12.50
12.55 12.40 12.50
12.55 12.40 12.50
12.55 12.40 12.50
12.55 12.50
12.55 12.50
12.55 12.50
12.55 12.50
12.55 12.50
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55
12.55 12.55 Hong Kong Amay Props
Sik East Asia
Resing Ent.
Cathory Pocific.
Cheung Kong
CK Intrastruct
China Merchant
China Orean
China Merchant
China Pesource
CLP Holdings
Chica Resource
CLP Holdings
Chica Resource
CLP Holdings
China See Bit
Henderson Intrastruct
Henderson With Kellectric
Hit Telecomm
His C Hodgs
Hit Electric
Hit Telecomm
His C Hodgs
Hit Telecomm
His C Hodgs
Hit Telecomm
His C Hodgs
Holding
Ke Wohl Bonk
Nati Manua
Shangs-Lp Asia
Shin Proc A
Whard Hidgs
Wipadock
Yuen Ind.

HEX General index: 4762.13 Previous: 4477.48

4.79.38 4.79.38 4.79.38 4.59.38 4.59.38 5.50 5.50 6.80 7.79.38 

Prudentali
Prudentali
Rothrock Group
Rank Group
Rank Group
Rank Group
Rank Group
Rendell Intilled
Selection
Thames Water
Thames Water
Thames Water
Thames Water
Thames Water
Thames Water
Unit Unitalies
Unitalies
Unitalies
Unitalies
Water
W

Madrid 2290 0110 1240 1773 9435 1240 7300 5660 1730 5660 1730 1857 2375 245 8140 1690 1690 1720 6692 13485 23-49 17:550 17:550 17:5

FT-SE 100: 5772.00
Protects: 5712.00
Protects: 5 127972535615572571500774567756667755677575666775567757566687755677575666877557575666877557575666877556677556677556677556677556677556677556677556677556677556677556677556677556677556677556677556677566677566677556775666775666775666775666775566775666775666775566775666677566677566677566677566667756667756667756667756667756667756667756667756667756667756667756667756667756667756667756667756667756677566677566677566775667756677566775667756677566775667756677566775666775667 Manila Ayola Ayola Land BA Philip Isl A'onita Elec A Mania Elec B Alcho Bank Petran Prol Long Dist San Miguel A San Miguel B SM Prime Hdg 10.00 11.00 70.00 101.90 275.00 4.15 900.00 40.50 52.00 6.30 Mexico
Late Inaging
Alfo A
Benaco B
Benaco B
Benaco B
Benaco B
Benaco A
Carso Ai
Ceres CPC
Cling C
Industry B
Televisa B
Televisa CPO
TelMex L 36.60 18 04 3.47 18 46 20.40 26 90 37.70 12 46 27.90 33.80 167.90 21.45 36.80 18.41 18.72 41.90 28.15 36.00 13.25 34.70 21.70 34.75 18.38 18.77 18.77 12.77

Milan 10030 10030 10185 70000 3270 1966 9550 10035 10000 10250 2000 3435 2745 1520 19380 19190 10230 770400 3485 3745 1520 10110 9585 10020 48100 3380 3430 1470 9305

12550

Montreal
Late brilling
9CE Mob Com
Biochem Pharm
Can UBB.
CI Finl Svc
Gi-Syest Lifeco
Investors Gra
Lohart Cos
Noti Bit Canada
Power Corp
Power Fini 78.70 36.40 45.25 57.00 46.90 76.70 48.10 34.00 27.40 62.75 38.00 36.85 45.70 56.50 47.25 27.50 34.00 27.70 64.45 63.10

Oslo OBX legion: 673.14 Previous: 666.41 Previous 44.01

130 to 120.00 120.00

130 to 120.00 120.00

132.00 120.00 120.00

132.00 120.00 120.00

132.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00 120.00 120.00

120.00

Paris CAC-46: 486: 548
PROVINSO 1144
1844 | 1847 | 1877
1849 | 1849 | 1847
1851 | 1859 | 1859
1852 | 1859 | 1859
1852 | 1859 | 1859
1853 | 1859 | 1859
1854 | 1859 | 1859
1855 | 1859 | 1859
1856 | 1859 | 1859
1856 | 1859 | 1859
1857 | 1859 | 1859
1858 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1859 | 1859 | 1859
1 Accor
AGF
Ar Liquide
Actor
AGF
Ar Liquide
Actor
Alson
Agr
Actor
Alson
Agr
Bourbaues
Control Plus
Cop Germini
Control Plus
Cop Germini
Control
Control Low of the Control of 

PSE index (495.24
Previous: 1487.49
0.80 10.25 10.00
1.00 11.00 87.50
0.00 70.50 70.50
1.00 10.00 10.00
1.00 10.00 10.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.00 227.00
1.0 3600 17.90 18.60 47.60 4

PX 50 m6ec 451.80
Previous 441.50
731 731 234
801 3x5.80 775.70
61x4 351.0 7310 7310
955 972 70 755.60
472.37 42.50 433.10
70 7434 71.44 Cska Sporteina CE2 Cska Flantia Coloiddonny Komeroni Brika SPT Triecom Urapetroi 131 863 90 63 64 5810 992,73 435 60 73

São Paulo Boveson Index: 9737.11 Provious: 9623.25 17 15 09.10 470 00 14 00 14 00 14 50 15 50 15 50 15 50 17.50 17.30 647.98 31.01 12.00 16.20 63.00 35.00 12 80 09 50 680,00 36 70 36 00 19 70 56,50 14 50 68 50 14 50 36 00 17.99 09.50 430.00 35.81 34.00 11.90 34.00 90.00 14.50 450.00 350.00

City Devits
Cycle Carriege
Dary Farm Int'
DBS foreign
DBS toneign
DBS Lond
Fruser B. Neave
HK Lond\*
Jord Mishesh
Sing Land
Jord Piers
Sing Land
Jord Dive Bis
Sing Telecomm
Uto O'Seo Bis
Fin U.S. Johlans
Jord Mishess
Jord Lond
Jord Mishesh
Jim U.S. Johlans
Jord Mishesh
Jord M 

5X14 Index: 4072.25
Provisor: 4012.40
2121.50 123.50 123.00
110.00 110.50 110.00
1107.50 105 00 107.00
127.90 231.50 270.00
116.00 162.00 163.50
156.20 157.00 159.50
156.20 157.00 159.50
156.20 157.00 129.50
156.20 157.00 129.50
156.00 137.00 122.00
131.00 137.00 122.00
131.00 131.00 136.90
44.70 44.70
44.70 45.00 44.00
24.00 268.00 44.00
250.00 150.00 341.00
250.00 150.00 341.00
131.00 134.00 132.50
150.00 150.00 150.00
131.00 134.00 132.50
150.00 150.00 150.00
131.00 134.00 132.50
150.00 150.00 150.00
131.00 134.00 132.50
150.00 150.00 150.00
131.00 134.00 132.50
150.00 150.00 150.00
131.00 134.00 132.50
150.00 150.00 150.00
131.00 134.00 132.50
150.00 150.00 150.00
131.00 134.00 132.50
150.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131.00 150.00 150.00
131. Stockholm 125,00 113,00 110,00 141,00 212,50 137,00 212,50 137,00 213,50 48,50 24,50 24,50 24,50 24,50 216,50 135,50 135,50 135,50 135,50 135,50 135,50 135,50 135,50 135,50 135,50 135,50 135,50 135,50 135,50 135,50

Advanted Adv Ancer
Antip
Antip
Antip
Antip
Antip
Bing
Antip
Bing
Bing
Bondes ind
CBA
Bondes ind
CBA
Consists
CCA most
Consists
Costs
Consists
Costs
Cos 678870 17.688 17.768 17 1997/89182594710959472317373737398455591138845559113884555911388455591138845559113884555911388455591138845559113884555911388455591138845559113884555911388455 49,694510194510194645101946451019464510194645109458109468109464510946810946551164469719818

45.70 67.50 797.00 106.00 67.00 80.50 20,70 64.00

\$2.50 179.00 62.50 45.00 46.70 67.50 75.50 40.30 40.50 Tel Aviv Toronto TSE Industriels: 7152.72

percent next month.

Tokyo

11.23 11.30 11.34 7.38 7.46 7.42 11.70 11.75 11.97 90.10 91.40 91.36 4.76 4.72 4.71 4.64 4.70 4.71 4.64 4.70 4.71 11.61 11.75 11.76 13.70 132.30 132.80 11.90 91.50 4.78 4.74 437.90 11.79 131.70 

Abilibi Cons.
Alberta Energy
Alcon Abnormal
Balland Person
Balland Person
Balland Person
Bannick Con
Bannick Reis
Con
Boold Pet
Bannick
Inco
IPL Energy
Lidigue
Alagna Inil A
Neutoridge Net
Newcoort Credit
Normal Inc
Nitherm Jelecom
Nova
Poncolo Petter
Person
Royal Gry Tech
Seagram Ca
Sends Can
Temsolita
Transcala Pape
Telus
Transcala Pape
Triner Cohn
Transcala Pape
Triner Cohn
Viestoosi Eny
Vies 18.00.00.00 18.15 37.855 47.73230 60.00 20 12.750 12.000 13 

صكدا من الاعل

## TO MAKE A LONG STORY SHORT.

FROM THE 22ND OF JUNE 1998, GEC ALSTHOM HAS A NEW NAME: ALSTOM.

BUT THIS IS JUST ANOTHER STEP IN A LONG STORY. BEHIND

OUR NEW IDENTITY, IS A NEW COMPANY WITH A NEW

STATUS, LISTED IN PARIS, LONDON AND NEW YORK.

TODAY, MILLIONS OF TRAVELLERS USE

TRAINS BUILT BY ALSTOM. MILLIONS OF

HOMES ARE LIT, AND INDUSTRY POWERED,

BY ENERGY GENERATED OR TRANSMITTED BY

ALSTOM EQUIPMENT. HOWEVER, THIS IS

JUST THE BEGINNING. THE NEW ALSTOM

BRAND WILL REPLACE ALL THE NAMES USED

BY THE COMPANY. ANTICIPATING TOMORROW'S

TRENDS TODAY AND STRENGTHENED BY THE

RECENT ACQUISITION OF CEGELEC, ALSTOM

WILL CONTINUE TO OFFER ITS CUSTOMERS ADVANCED

AND LONG-LASTING SOLUTIONS.

W W W . A L S T O M . C O M

ALSTOM

GEC ALSTHOM

Live of J.P. Morgan & Q.

GEC ALSTHOM BECOMES ALSTOM.

## U.S. Pins Hope on Jiang: Don't Drop the Yuan

President Bill Clinton will arrive talks with the Chinese president, Jiang Zemin, amid mounting intergion effects of recession in Japan. On a visit to the Asia-Pacific region, Economic Strategy Institute in Washington, discussed the meeting toming out of the economic crisis. with Michael Richardson of the International Herald Tribune.

Q. Will the financial and economic crisis in East Asia loom large on the agenda of the summit?

Chinese that the crisis has inten- significant share of China's exports siffed and that they have a responsibility to do what is necessary to would make it more difficult for prevent it from becoming worse, them to penetrate our market would This and the restructuring of China's economy will be the two key issues he will focus on.

concerned about a possible devaluation of the Chinese yuan?

A. Washington is worried that if

in China on Thursday for summit Q&A / Lawrence Chimerine

national concern about the conta- China devalues its currency, it will that MFN should be extended, givput downward pressure on other ing Coogress 30 days to respond. East Asian currencies through a There is already some concern in terest in preserving the status quo Lawrence Chimerine, managing disseries of competitive devaluations, rector and chief economist at the which will create more financial market instability and delay a bot-

> Q. What leverage does the U.S. have over China to persuade it not to

A. The biggest leverage is access to the American market. China has an annual trade surplus with the U.S. A. Mr. Clinton will tell the amounting to about \$40 billion. A go to the U.S. Anything we do that hurt their economy.

There are two ways of exercising this leverage. One is immediate, by Q. Why is the United States so not renewing China's Most Favored Nation status, which would mean a huge increase in tariffs on Chinese imports. Mr. Clinton said recently

Congress about extending MFN to China on human rights grounds.

The second arm of U.S. leverage revolves around China's strong desire to be admitted to the World Trade Organization. The further opening of China's market remains a key American priority. But I think it will also be made clear at the summit that the U.S. will not sup-port China's accession to the WTO if it doesn't cooperate in trying to help ease the crisis in Asia.

Q. Is the U.S. confident that Japan will take action to strengthen the yen by stimulating domestic demand, deregulating its economy and clean-

trying to appear confident; in move in the direction it wants them private, those I talk to are quite to go.

concerned. They've heard these promises from Japan before. They worry that the Japanese political system is not moving rapidly enough. They also worry that Japanese boreaucrats have a vested inand have become an impediment to change. So there is still great concern in the U.S. government about how quickly the Japanese will address their economic problems,

Q. Where do the responses of China and Japan to the East Asian crisis leave them in U.S. eyes? A. I think the U.S. is looking at

China in a somewhat different way

now than it did carlier, partly because it needs Chinese help in containing the crisis in Asia, partly because of concern about noclear proliferation which has been heightened by the testing in India and Pakistan, and partly because ing up its banking system?

A. In public, U.S. officials are

Washington is having such a difficult time in getting the Japanese to

#### China Backs Aid For Unemployed

The Associated Press BEUING - The Communist Party and government leaders warned Tuesday that more needed to be done to find jobs for millions of workers laid off from struggling state industries. Strong measures must be taken

to reform state enterprises and preserve social stability, the Communist Party's policy-setting Central Committee and the State Council, or cabinet, said in a circular published by leading official newspapers Tuesday.

It called on government at all levels to expand retraining programs and provide stipends to those who were laid off.

The circular promised that more than 50 percent of workers who were laid off this year would find oew employment. But it warned that it would take five years to put in place a system that would guarantee welfare, unemployment, medical and pension payments.

Investor's Asia				
Hong Kong Hang Seng		_	okyo likkei 225	
1013]	1750	- 17	600 =	;
11000 A	1630 MAN	A - 17	000 M	
19000	1450	16	400	A
9000	1300 10	- kg - 15	8G0   :	LA.
- 5000	1150	U.	200 4	. 1
7000 J F N 4 1998	M J 1000 J F M 1998	A M J 14	600 J F M 1998	AMJ
Exchange	Index	Tuesday Close	Prev.	%. Change
Hong Kong	Hang Seng	8,219.67	8,204.21	+0.19
Singapore	Straits Times	1.082.25	1,098.45	
Sydney	All Ordinaries	2,582.68	2,596.80	J
Tokyo	Nikkei 225	15,054 50	15.309.00	1.66
Kuala Lumpu	r Composite	457.25	457.61	6.68
Bangkok	SET	274.06	275.90	0.57
Secul	Composite Index	303.31	-311.27	-2.56
Taipei	Stock Market Index	7,633.36	7,692.91	-0.77
Manila	PSE	1,695.86	1,689,69	+0.37
Jakarta	Composite Index	423.09	420.66	
Wellington	NZSE-40	1,953.68	1,942.31	+0.59
Bombay	Sensitive Index	3,037.34	3,078.51	35
Source: Telekurs			demational Heri	dd Tribuoc

## **GM** in China: **Long Road** To Profits

By Peter Hannam

BEIJING - General Motors Corp. agreed this week to invest more money in China, underscoring the mainland's continuing allure for foreign companies as President Bill Clinton heads to the country.

GM will almost double the size of a joint venture in Shenyang, northeastern China, to \$230 million and will increase its stake to 50 percent from 30 percent. That factory, which makes Chevrolet Blazer sport-utility vehicles and pickups, turned out just 1.200 vehicles before shuning down three years ago to stem losses.

investing now may be risky as China's economy slows for the first time since 1990 and currency turmoil in Asia raises the specter of a punitive devaluation of the yean. Returns on dollar investments in foreign companies seduced by the thought of 1.2 billion consumers with \$1 trillion in the bank.

But GM and others say invest-



Police officers checking out a Chinese-made Daihatsu Xiali on display at the China Auto Show in Beijing on Tuesday.

erage \$100 million a day into China during the past five years.

We see it as the growth market for the next 15 years." said Larry Zahner, an executive vice president at GM China.

GM's \$1.6 billion joint venture in Shanghai is China's biggest single industrial foreign investment proj-China have often proved clusive for ect. GM will build midsized luxury sedans in Shanghai in a contract with Shanghai Automotive Industry Corp., a major domestic producer.

The Shanghai plant "is not a loss ments will pay off in the long run. leader," said Rudy Schlais, pres-Foreign companies pumped an av- ident of GM's China business,

"This is based on sound business practices and sound returns to our investors.

To make money, GM will need customers. State-owned Chinese companies are likely to cut millions of jobs during the next three years in order to remain solvent. Urban residents have increased their savings to cope with the expected loss of state-subsidized housing.

Many doubt GM will succeed. "GM won't make a profit in Shanghai for 10 years," said Martin Posth, an industry coosultant at 'Ar-

## Hong Kong Sales Fall 16%

Bloomberg Neus

HONG KONG - Shopkeepers had their second worst month on record in April, in further evidence that Hong Kong is sliding deeper into recession, according to gov-

Retail sales fell at an annual rate retailers and property developers. of 16 percent by volume, the sixth straight decline, the government said. This is causing the economy to contract as private consumption makes up about 60 percent of total

in May, down from 4.7 percent a er, and local interest rates rose.

month earlier, the government said. "It's yet another sign the ecooomy isn't turning around," said Rob Brewis, portfolio manager at Nicholas Applegate Capital Management Ltd. in Hong Kong. The threat of deflation is bad news for

This concern doused optimism generated by the government measures, announced Monday, part of a \$32 billion Hong Kong dollar 184.1 billion) package to bolster the economy. The beochmark Hang Seng The inflation rate was 4.5 percent stock index edged 0.2 percent high-

#### Tokyo Holds Out on Trade Liberalization

KUCHING, Malaysia - Trade talks among Pacific-Rim countries ended Tuesday, with Japan the lone holdout on an agreement to ease barriers in nine key markets.

The United States suggested that Tokyo did not want to join in a fasttrack liberalization plan before general elections in Japan io July.

After two days of talks among trade nunisters of the Asia-Pacific Economic "The message to Japan from APEC is: complete the plan by September.

We're all ready. Where are you?" The ministers were debating a plan to begin by next year liberalizing trade in environmental products and services, energy, fisheries, forest products, toys, jewelry, medical goods, chemical products and telecommunications.

Senior delegates said that Japan wanted to opt out of specific tariff reductions in the fisheries and forestry sectors.

Trade Minister Rafidah Aziz of Cooperation forum, the U.S. trade rep-resentative. Charlene Barshefsky, said: said the organization now hoped to

#### Very briefly:

· Moody's Investors Service Inc. warned that Philippine banks, while likely to survive the economic turmoil sweeping Asia, may be understating the extent of their problem loans.

South Korean computer users appealed to Hangul & Computer Co., a local company, to turn down a \$20 million investment offer by Microsoft Corp. that would require it to abandon its Korean-language word-processing software. More than 15,000 people organized a citizens commissioo to urge Hangul to scrap the investment deal, said Wi Hyung Bok. chairman of the commission.

· All Nippon Airways Corp. announced a series of costcutting moves, including a reduction in aircraft purchases, holding down new hiring and trimming senior executives' salaries, as part of a three-year plan to raise profits.

 Motorola Corp. and Lucent Technologies Inc. signed contracts with Chinese telecommunications companies to supply equipment worth almost \$300 million.

• Dai-Ichi Life Insurance Co. said it and 12 other insurers will file a joint suit at the Tokyo District Court against Yamaichi Securities Co. to recover 41 billion yen (\$296.9) million) in subordicated loans.

 Vietnam posted year-on-year inflation of 8.7 percent for the month ended Monday, showing an upward trend in prices despite a slowdown in economic growth, occording to preliminary figures.

· Lane Crawford International Ltd., a Hong Kong retailer, said its profit fell 95.5 percent, to 1.4 million Hong Kong dollars (\$180,796), in the year ended in March.

 Salomon Smith Barney Asset Management will buy JP Morgan Investment Management Australia for an uo-

 Hong Kong's retail sales fell at an annual rate of 16 percent by volume, the sixth straight moothly decline, in April, ·Motorula Inc. will lay off 380 employees, or 9 percent of its Singapore work force, in response to the regional economic

The Luxembourg Umbrella Fund ive thousand Reap the benefits of the euro with Parvest Parvest, one of Europe's leading investment funds Parvest offers a full range A total of 58 sub-funds, of which 44 are invested in European markets. of euro sub-funds

Parvest short term euro Parvest obli euro (bonds) Parvest euro equities

Parvest global euro

USD 6.5 billion (ECU 6 billion) under management.

Parvest, the perfect vehicle for international diversification A huge range of sub-funds giving access to all major markets. The opportunity to switch between sub-funds at any moment.

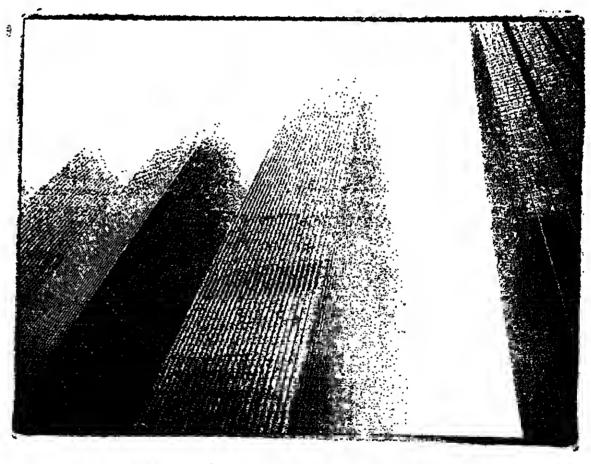
Parvest, a professional approach to financial management 80 managers and analysts based in Paris, London, Geneva, Tokyo, Hong Kong and Singapore. Each and every one a specialist in e particular market or asset class.

11 PARIBAS

With Parvest, Paribas offers you the opportunity to invest in tomorrow's Europe today.

For further information please call: Private investors Geneva (41) 22 787 84 53 - Luxembourg (352) 46 46 43 09 Monaco (377) 93 15 68 19 - Paris (33) 1 42 98 15 75 - Financial intermediaries Paris (33) 1 42 98 43 40

This document close not constitute an offer for sels. Purchasts of shares in the famil must be made on t Parsest is registered for subject asis with the regulatory authorities of the following countries. Apartie, Belgium, France, Germany, Rely, Luternbourg, Some, Switzerfeet, The Netterfeet, Hong Reging



Make friends in high places

the most powerful people in the world sutround themselves with people to protect their from time-wasters. Easy access be mail, phone or to a selected by larger of agalant assistants. The physical and intellectual scenarios from termodable

They are showever, readily accessible through the new papers and magains what this themselves choose to read, Our readers are undustry leaders

they actively seek imbormation that could affect enter done business of the g problems, through the fittes listed here

Shouldn't your company's products or services be part of this dialogue

Has World Press Group is an alliance of sets in prestigious public in  $x \mapsto (x m_{GA})/x$ be promoting the power of international press, but more into a given power  $\eta_{CC}$ 

The above the total the state of the second the state of the second to

BusinessWeek The Economist EUROPEAN **FORTUNE** Herald Eribunc

مكذا س الاصل

Pain in Neck Is Bed of Rose

applean, it vi 21, 1945

VORLD ROUNDU

Lockout Looms

Morocco Receives Ban

Maple Leafs Fire Contells

ment Par C.

more Carnet

Or More

SEED STOP-

Kaponal H. Co.

**能能。** - - - -

Quanti Name Burka Name

dist office.

The felial bave green ... World x to New Y embernarit.

R Tchea BASEBALL RO. C. ..

to mornes, ---

Blowniberg, AP, AFP

SCOREBOARD

Newsweek

TIME

## Herald Eribune ORTS

#### WORLD ROUNDUP

#### **Lockout Looms**

. 555 .

1522.60 255**6** 8 48

15 054 50 15 185 yo 18

7.7

311 27

SIEE SWA

Table 1 557 (1 +6%)

\*11.15 - 40.66 - \*15

1983 1983 W

Hangul V

 $(\cdot,\cdot)_{\{v_0\}_{i\in I}}$ 

 $-\mathbf{x}e^{2\delta}=\frac{\delta\delta}{\delta}$ 

E 20421 -015 1,598 at 1 a

1219 87

The National Basketball Association and its players union ended bargaining talks after 30 minutes without making any progress toward averting a lockout that would shul down the league an July 1.

Notalks are set before June 30 the last day of a three-year-old agreement. A lockout is expected to begin July 1. The NBA say almost half the league's 29 teams lost mooey last season. The union says that number is closer to four. (AP)

#### Morocco Receives Ban

ATHLETICS The International Amateur Athletic Federation has banned Morocca from holding future events because it refused visas to the Israeli team for the world crass-country championships in Marrakech in March. (Reuters)

#### Maple Leafs Fire Coach

ICE HOCKEY The Toronto Maple Leafs fired coach Mike Murphy on Tuesday. Murphy had failed to get the team to the playoffs in two seasons in charge. A possible replace-ment, Pat Quinn, the former Vancouver Canucks general manager and coach, met with Ken Dryden,

Toronto's GM, over the weekend. On Monday, the Canucks hired Brian Burke, who spent the last five years in charge of disciplining players as senior vice president of the National Hockey League, as GM. He fills a vacancy created when Quinn was fired in November. Burke was Vancouver's assistant GM, under Quinn for five seasons

## Venus Is Rising: She Gets First Wimbledon Victory

Williams Joins Her Sister, Serena, in Tourney's 2d Round

By Jennifer Frey Special to the Herald Tribuna

WIMBLEDON, England - Venus Williams declared her Tuesday afternoon appearance at the All England Club to be her Wimbledon debut, no matter what the history books might say.

Forget the five days she spent watching it rain here last June. Forget the dreadful three-set loss to Magdaleoa Grzybowska. Forget the purple and green beads she threaded through her hair

Able to ignore the past, but not necessarily her obvinus unease no the grass surface, Williams survived two rain delays during this soggy second

#### WIMBLEDON

day of Wimbledon to capture a 6-3, 6-3, first-round

victory over Jana Nejedly of Canada. Seeded seventh in the field even though she has never won a match here, Williams shied away from the net and slipped a few times on the damp and relatively unfamiliar surface. But she still managed to win her first Wimhledon match — one day after her younger sister. Serena, cruised through her Wimhledon debut with a straight-set victory.

The twn teenaged Americans - Serena is 16 and Venus just had her 18th birthday — joined another teen queen, Martina Hingis, the No. 1 seed and the defeoding champion in the second round.

Hingis, 17, returned to Centre Court on Tuesday and surprisingly struggled before dispatching Lisa Raymond of the United States, 7-5, 6-3, io another rain-interrupted match.

In addition, No. 3 Jana Novoma — Hingis's victim in the 1997 final — cruised to a 6-2, 6-2, first-roond victory over Sandra Kleinova.

"This is my first win at Wimbledon and last week I didn't do so well at Eastbourne," said Venus Williams, referring to the grass-court tune-up tournament she played. 'But it's comforting to

see things are going better."

One year after miserable rains turned the 1997 tournament into the wettest Wimbledon in history, All England Club officials were forced to cancel dozens of maiches on Tuesday. The second matches scheduled no all the courts did not commence until at least 6 P.M.

During last year's long rain delays, Veous Williams spent most of her time in the players' lounge with her sister, who served as her practice partner and best friend. This time, Serena — already comfortable in the knowledge that she knew how to be successful on Wimbledoo's grass — miked strategy with her hig sister while they waited for the weather to imprave.

Venus, refusing in play a serve-and-volley game despite ber tremendous height, wingspan and power, had just one net approach during her match with Nejedly, although she guaranteed afterward that she would change her style in the next round.

"It was thugh, because the court was wet and I generally want to stick with my regular game." said the 6-foot-2-inch (1.88 meter) Williams, who made frequent eye cootact during the match with her mother, Oracene, who sat in a wheelchair at court level, nursing a broken left ankle.

In her first grass-court appearance this year, last week at Eastbourne, Veous lost a quick 6-2, 6-1 match in Natasha Zvereva. Afterward, Serena bluntly acknowledged that Venus's ability to adapt to different surfaces was not what it should be.

\*Some days Veous can be a force and others she can be a completely different persoo," Serena said at Eastbourne. "I eradicated that tendency a long time agn. I conceotrate properly nn the surface involved, which is something Veous is struggling

Hingis, who lost one rival when Anna Kournikova withdrew with a thumb injury on Munday, dismissed Tuesday the chances of the Williams sisters. "The Williams girls didn't play



Venus Williams hitting a backhand return in her victory over Jana Nejedly on Tuesday.

that well in the last two tournaments," Hingis said.

Hingis, criticized Tuesday by the playersturned-television-commentators Billie Jean Kiog and Martina Navratilova for being lackadaisical in her approach to the game, got more trouble than she expected from Raymond, whn described her approper as 'appreheosive' and a victim of nerves. Hingis did not necessarily disagree with Raymond's assessment.

"The first couple of games, I kind of didn't know what to do," Hingis said. "I was playing Centre Court for the first time in a year. It was a tough first round.

■ Tauziat Rallies After Rain Delay

Natalie Tauziat, the 16th seed, trailed Haruka Innue of Japan, 2-6, 2-1, when rain interrupted play on Tuesday, wire services reported. But Tauziat recovered to win the match 2-6, 6-1, 6-3.

The only men's seed to complete a match was No. 6 Patrick Rafter, who beat Ivo Heuberger of Switzerland 6-1, 6-2, 4-6, 6-1.

No. 4 Greg Rusedski split the first two sets with Mark Draper and was trailing 5-4 in the third wheo the match was suspended. Richard Krajicek, the 1996 champion and No. 9 seed, was leading Brett Steven 6-3, 7-6 (9-7).

## Pain in Neck for Maddux Is Bed of Roses for Yanks

The Associated Press

The return of interleague games may have giveo a preview of this year's World Series

But if the Atlanta Braves come back to New York for the World Series, you can bet that Greg Maddux will sleep in a different bed.

Maddux awake with a stiff oeck Monday morning in his New York hotel. But he pitched six innings before taking him

#### BASEBALL ROUNDUP

self out of the game, and the New York Yankees rallied against Dennis Martinez for a 6-4 victory over Atlanta. Tim Raines hit a two-run double in the seventh inning for the Yankees in

the first of four games this week between the clubs expected by many to play in the World Series this year. 'I just slept on it bad last night,"
Maddux said. "I was aware of it every

pitch It's wby I came out I said, Enough's eoough." Martinez (2-4) took over for Maddux and wound up losing his 13th straight

decisioo to the Yankees. He fell to 2-19 lifetime against New York, and remained winless at Yankee Stadium since 1977. The Yankees struck for three runs in the seventh against three relievers. Raines's two-out double off Martinez,

his former teammate io Montreal, put New York ahead, 5-4 Angels 6, Dodgers 5 The Los Angeles bullpen squandered another lead to lose in Glenn Hoffman's debut as manager after Bill Russell was fired. Jim Bruske, the Dodgers' third reliever in the bottom

of the nioth, walked Tim Salmon oo five

pitches to force home the winning run.

Leyritz drove in three runs in his San Diego debut, and Ruben Rivera hit a two-run double in the eighth as the Padres won their 13th in 14 games.

Orioles 7, Mets 2 In Baltimore, Mike Mussina (6-4) pitched a two-hitter and the Orioles handed Bohby Jones (6-4) his first loss since April 30. Mussina opened the game by getting five straight outs before giving up successive homers to Brian McRae and Butch Huskey.

Indians 3, Cubs 1 Dwight Gooden (2-3) continued to dominate the Cubs, and single in the seventh. Gooden pitched six innings to improve to 28-4 in his career against Chicago Chicago's Sammy Sosa, who needs one more borner in Jone to tie the major league record of 18 in any mooth, went 0-for-4.

Blue Jays 14, Expos 2 In Toronto. Juan Guzman (4-9) pitched a sevenhitter for his first victory since May 26. and Jose Canseco bomered for the Blue Javs. Darrin Fletcher went 4-for-5 with two RBIs for Toronto.

White Sox 5, Pirates 4 Chicago scored four runs in the first inning at Pittsburgh, then thwarted a Pirates comeback with Ray Durham's go-ahead homer in the

Phillies 9, Red Sox 8 Gregg Jefferies singled bome Alex Arias in the 10th off Tom Gordon (4-2) as Philadelphia rallied from a five-run deficit at Bostoo for its 24th comeback victory. Royals 3, Reds 0 Jeff King and Shane

Mack homered at Cincinnati as Kansas City sent the Reds to their ninth straight Twins 5, Astros 3 Eric Milion (4-6) won for the first time since May 15, and

Terry Steinbach homered for Minnesota

0

submarining Braves' Tony Graffamino to break up a double play.

Cardinals 4, Tigers 1 Todd Stotilemyre pitched eight strong innings and Brian Jordan drove in twn runs as the Cardioals won at home in the first meeting between the two teams since the 1968 World Series.

dbacks 6, Rangers 0 Andy Benes (6-7) pitched eight scareless innings at Texas, and Dave Dellucci weot 3-for-4 as Arizona handed the Rangers their first shutout lass this season. Martins 3, Devil Rays 2 Antonio Alf-

ooseca (1-2) pitched out of a basesloaded, one-out jam in the 12th to give Florida a victory at Tamps Bay. Mark Kotsay went 5-for-6 for Florida. Giants 12. Athletics 8 Brian Johnson had a pair of RB1 singles in San Fran-

cisco's nine-ruo fifth at Oakland. Rey Sanchez added a three-run homer for the Giants, who had six doubles. In a National League game. Browers 3, Rockios 2 In Milwaukee,

Jeromy Burnitz greeted reliever Chuck McElroy with a leadoff triple in the eighth and scored on John Jaha's groun-

## Janzen's 'Best I Can Do' Is Enough

#### 'Keeping Your Emotions In Check Is Hard Part,' Winner Says

By Clifton Brown New York Times Service

SAN FRANCISCO - For the second time in his career, and in admirable fashion, Lee Janzen displayed the qual-ines it takes to win a U.S. Open.

More than any other major champlanship, the Open tests patience and mental toughness, because bogeys are inevitable. It is one thing to tell yourself that par is a good scare. But it is much harder for a world-class golfer to accept

that mind-set for 72 holes. good enough to make the cut.

But on Sunday, Janzen's final score of even-par 280 here ut the Olympic Club was good enough to win by one stroke over Payne Stewart, who missed a 20-foot hirdie attempt on the final hale that would have farced an 18-hole playoff Tuesday.

Janzen was at his unshakable, nonunsense best when he recovered from a poor start to capture the sweetest victory of his career.

After Janzen bogeyed the second and third holes, he was 4-over par, seven strokes behind Stewart. Few people gave Janzen a chance at that point, but instead nf panicking and taking foolish risks trying to catch up, he never wavered from his game plan. Then, once his swing began to click, he started getting himself in positioo to make the pressure putts it takes to win a major tournameot.

Janzen's final 13 holes, which he played at 4-under-par, may have been the greatest stretch of his career, considering the pressure and the unforgiving course conditions. With the champinnship up for grabs, Janzeo made the back nine look easy, when it was anything but easy.

And to those who thought that Jan-zen's 1993 U.S. Open victory was a one-time thing, Janzen proved he is a special player.

Reeping your emotions in check is the hard part," Janzen said, describing how he felt on the back nine. "After No. 11. I realized I had a chance to win. I

#### U.S. OPEN GOLF

kept thinking 'This is the U.S. Open. I have a chance to win. I had to keep reminding myself that when I lose fo-That's what kept me gning. I just said: 'When this thing is over you can relax. and think about all the great things. But every shot, if you don't give yoursell full attention, you're not going to win this thing."

Janzen walked the fine line of playing smart golf without being too conservative. Usually, Janzen said, he keeps a close watch on the leader board when he is in contention, but he took a new approach Sunday and it worked.

I looked at the scoreboard the entire week, but I made a point to myself on the 13th hole that I would not look at the scoreboard the rest of the day," Janzen said. "I didn't want to know how I stood. I was going to play my game the rest of the way in. If I got lucky and got ahead, I didn't want to play safe. I just

wanted to continue to his good shots. While Janzen was rock solid Sunday afternoon, and Stewart looked unsure for the first time all weekend, making five bogeys and only one birdie over his final 16 holes. Stewart started the final round with a four-stroke lead over Tom Lehman and Boh Tway, while Janzen and Nick Price were tied for fourth place, five strokes behind.

Paul Azinger, who won the 1993 PGA Championship, sounded like a prophet Sunday morning when be cautioned that Stewart would not have an

easy day.
"I'm rooting for Payne, because I know how difficult it is to lead a major far all four rounds," Azinger said. When I've led the first three rounds, I

wasn't quite able to pull it off.
You want to know what Sunday feels like? Have you ever gone to the dentist for a root canal? Then when you get in the chair, the doctor says something like, That's what it feels like. You have to be

able to control that feeling. While Janzen managed to control it, others were left to wonder whether a United States Open championship is in their future. For Phil Mickelson, fied for 10th at 8-over-par, and Colin Montgomerie, tied for 18th at 10-over, the quest for a first major championship

vill continue. Tiger Woods, whn tied for 18th at 10over par, has plenty of time to win the U.S. Open yet until he does, some will wonder if his aggressive nature hurts him in a toumament that requires so

much patience. But instead of soul-searching, Janzen could celebrate. He had not won on the tour since 1995, and as recently as this year's Players Championship in March. Janzen faltered on Sunday and lost a lead. Yet, when it comes to winning the U.S. Open, Janzen knows he has what it takes. That is one of the greatest feelings any golfer can have.

There are plenty of golfers who are better than me, but that's the best I can do. Janzen said of his performance. "The confidence will be there always that I can play tough courses well.'

#### SCOREBOARD

Padres 5, Mariners 3 In Seattle, Jim

#### BASEBALL MAJOR LEAGUE STANDINGS AMERICAN LEAGUE L Pct. 18 .739 42 31 575 36 38 486 31 43 419 30 44 405 30 44 .405 27 45 .375 27 WEST DEVISION 45 29 .608 42 23 .560 3% 33 41 .446 12 31 45 .408 15 .549 .507 AL DIVISION 46 29 .613 — 42 33 .560 4 38 36 .514 79 37 36 .507 8 37 39 .487 99 30 47 390 17 Chicago St. Lovis WEST DIVISION 50 26 .658 45 32 .584

MONDAY LIMESCORES NATIONAL LEAGUE 001 010 000-2 6 0 000 200 01x-3 7 0 Kile, McE Iroy 101 and Manwanng, Woodall. A. Reyes, 18), Wickman (91 and Hu-hes, W.—A. Reyes, 3-0 L.—McEiroy, 7-2 Sv.—Wickman (7) HR \_Colorado Lansing (4). INTERLEAGUE

A COLUMN

26 50 342 24

Mentreal 000 150 001—2 7 3 Chucason
Terente 022 053 02x—14 19 1
Persona, Benneth (4), M. Vaides (51, Tefford
Tempa B.
Kline (8) and Widges, M. Husbard 161,
Guynnama Emisters W. Country (9) Guzman and Fietcher, W.—Guzman, 4-9. L.— Poveno. 1-1, HRS— M. — Fullmer (5), 1 — Conseco (22), C Delegodo (11), Samuel (1).

White Sox 400 007 000—5 10 0
Pittsburgh 162 000 000—4 10 1
Fordham, C. Casillo N1, Howry (6), Simas
(7), Foothe (8), Karchner (7) and OBries
F.Cardova, Dessens (4), Loiselle (7) and

at Houston.

(7), Footbe (8), Kaitzmer (9) and Oshec (7), Kaitzmer (9) and Chendoll W.-C. Costillo, 3-4. 1.—Destens, 2-2. S.v.—Karchner (9). HRs.—Chicago, Ourham (7), Pitisburgh, K. Young (16).
Philodelphild 300 003 110 1—9 13 0 Boston 100 520 000 8—9 13 1 110 inmings1:Schälling, Y. Peruz (8), Gomes (8), McLeiler (10) and Lieberthair Wokefield, Wasdin (6), Mahay (7), Garcas (8), Gordon (10) and Hatteberg, W.—Gomes, 6-2. L.—Gordon, 4-2. SV.—M. Leiner (14). HRs.—Philodelphilo, M. Lewis (5). Boston, O'Leary (14), Jn. Valentin (9).
Kansas City 200 100 000—3 7 0 Clocinnell 900 000—00 000 = 0 Pitisley, Bones (6). Whisenont, (8), J. Mordgomery (91 and M.L.Swesney, W.—Pitisley, 1-1. L.—Rentlinger, 4-9. Sv.—J. Montgomery (15). HRs.—Kansas City, J. King (15), Mack (5).
N.Y. Mets 620 000—02 2 1

1.5 J. Sanchez, Edmondson 17). Manter (9). Darensboung (9). 1. Powell (9), F. Hendia 110). Alfonseco 1:11 and Zoun: Aroja, R.

(9) and Grand, W—Netson, 5-3.
L—De.Martinez, 2-4, 5)—M. Rivery (17).
See Diege 000 102 029—3 7 0
SeetThe 000 007 208—3 5 0
Hitchcock, Wall (7), Micel (7). Hoffstood (9) microsco (7), mander (3); Fossero and D. Wilson, W.-Micell 7-2, L.-Fossero 5-5, Sv.-Hoffman (23), HR.-Sent, A. Rodríguez (26), Les Angeles 018 102 001-5 9 0
Anabeim 000 000 141-6 9 1

Remlingers Sullivan (3) and Toubersess, W—Pritsley, 1-1. L—Remlinger, 4-9. Sp-... Montgomey (15), HR2—Konasc City, 1. King 143, Muck (5).

Montgomey (15), HR2—Konasc City, 1. King 143, Muck (5).

Montgomey (15), HR2—Konasc City, 1. King 143, Muck (5).

Montgomey (15), HR2—Konasc City, 1. King 143, Muck (5).

Montgomey (15), HR2—Konasc City, 1. King 143, Muck (5).

Montgomey (15), HR2—Konasc City, 1. King 143, Muck (5).

Montgomey (15), HR2—Konasc City, 1. King 143, Muck (5).

Montgomey (15), HR2—Konasc City, 1. King 143, Muck (5).

Ballones, Pulsipher (7), Bothonon (3) and A. Cacitine, Mussimo and Hodies, W—Mussimo, 64. L—B.J.lones, 6-4. HR2—New York, 9-2, Bill 4, 420.

A. Cacitine, Mussimo and Hodies, W—Mussimo, 6-4. L—B.J.lones, 6-4. HR2—New York, 9-2, Bill 4, 420.

Missesson (11) 200 001–1 10 of Missesson (12), Misseson (11) 200 001–1 7 of Misseson (11) 200 001–1 7 of Steinbach (4), Houston, Austrus (3).

Misseson (15) 10, Heart (8), R. Horis (7) and Austrus, W—Mitther, 4-6. L—Iman, 7-4.

Sy—Aguillern (15), HR3—Alimescht, Siebsbach (4), Houston, Austrus (2).

Siebsbach (4), Houston, Austrus (3).

Montgomey (7), Aquilera (9) and Mussimo (7), Montgomey (7), Aquilera (9) and Mussimo (7), Montgomey (7), Aquilera (15), Mussimo (7), Montgomey (7), Aquilera (15), Mussimo (7), Mussimo (7),

STOLEH BASES-Handerson, Ockland. STOLEH BASES—Henderson, Coronno, 38 Lifton, Cleveland, 24 T. Goodwin, Texas. 24 B. Liftunter, Detroit 20; Canseca, Toronto, 20; S. Green, Toronto, 19; Knoblauch, New York, 19.

PITCHING (9 Decisions)—P. Martinez,

Boston, 9-2, 818, 3.15; D. Wells, New York, 9-2, 818, 4.26; Cone, New York, 9-2, 818, 4.82; Helling, Texas, 10-3, 769, 4.38; Walefield, Boston, 8-3, 727, 4-46; Scic, Texas, 10-4, 714.

HITS—Bicherts Colorado, 105; Glarwille, Philadelphia, 103; Ma. Graco, Chicago, 97; Sasa, Chicago, 96; De. Bell, Houston, 94; C. hJones, Altarnia, 92; Biggia, Houston, 92. DOUBLES—Fullmer, Abortreal, 30; L. Waller, Colorado, 29; D. Young, Cincinadi, 27; B. Boone, Cincinadi, 22; Bonds, San Francisco, 24; Biggia, Houston, 22; Abreu, Philadelphia, 22; J. Nert, San Francisco, 24; Biggia, Houston, 23; Abreu, Philadelphia, 25; Sinitey, San Olego, 22; TRIPLES—DeShields, 51; Loois, 7; Glarville, Philadelphia, 5; S. Finiey, San Diego, 5; 12 are fited with 4, HOME RONS—AcCowire, St. Louis, 33; Sasa, Chicago, 38; G. Vrogan, San Diego, 25;

HOME RONS-McGwire, St. Lovis, 33: Sosa Chicago, 38 G. Voogha, San Diego, 75: Goldarrego, Affordo, 25; Coeffillo, Colorodo, 22; C. Liones, Affordo, 18; Mondes, Los Angeles, 16; Barniz, Milwoukee, 16; J. Lopez, Affordo, 16; KYoung, Pittsburgh, 16. STOLEN BASES—Womock, Pittsburgh, 28; EcYoong, Los Angeles, 27; Bigglo, Houston, 24; Renterio, Florido, 23; Clayton, St. Louis, 17; D. eShields, St. Louis, 17; White, Mondred, 15. RWhite, Montreal, 15.
PRITCHING (9 Decisions)—G. Monday,
Attents, 10-2, 833, 1.75; Micell. Son Diego, 7.

Rueter, Son Francisco, 9-3, 750, 405; A. Leiter, New York, 9-3, 750, 160; Glavine, Atlanta, 9-3, 750, 275; Schmidt, Pitisburgh. Attentin, 9-3, 750, 2.7% Schmidt, Pritsborgh, 8-3, 777, 3.54; Hompton, Houston, 8-3, 727, 2.71.

STRIKEOUTS—Schilling, Philodotphia, 167; Wood, Chicago, 118; Shritiemyre, 51, Louis, 112; K. Brown, San Diega, 109; G. Marddax, Affania, 94; R. JiMartinez, Los Angeles, 91; A. Leiber, New York, 90.

SAVES—Hoffman, San Diega, 23; Nem, San Francisco, 22; B. Wagner, Houston, 18; Urbins, Montheol, 18; Shaw, Cincinnett, 18; Beck, Chicago, 17; J. Franco, New York, 16.

JAPANESE LEAGUES

CENTRAL LEAGUE 28 29 0 .491 24 31 0 .436 22 27 0 .407 1% 0 .571 1% 0 .526 4 0 .500 ,5% Horship 7. Chunichi 5 Yekohama vs. Yekutt. ppd., roh Kintetsu 3, Orix 2

Seibu 4, Lotte 0 Nippon Ham 7. Dalei 6

CRICKET INDEPENDENCE CUP TOURNAL New Zealand: 219 for eight in 50 overs

RUGBYUNION

India: 131 for two in 24.2 overs

THE LAND TOUR
TUESDAY IN ROTORUA, NEW ZEALAND New Zealand Mooris 62 England 14 WALES TODE TUESDAY IN VANDERBULPARK, 6. AFRICA. July outeng Felcons 39. Wales 39-37

> TENNIS WINBLEDON

MONDAY IN LONDON FIRST ROUND MEN'S SINGLES Feltr Mantifo () 61. Sp., def. Christoghe Van Gorsse Belg., 6-2, 6-2, 1-6, 4-4, 6-3. Tim Henman (12), Brit., def., Jin Novak, Czech R., 7-6 (7-4), 7-5, 5-7, 4-6, 6-2.

Torses Nydahl, Swe., del. Hernan Gutny, Arg., 7-5, 6-2, 7-6 (8-6); Brian MacPhie, U.S., def. Karim Alami, Mm., 46, 62, 64, 3-6, 7-5.
WOMEN'S SINCELS
Jamet Lee, Toirs, def. Lama Woodrotte,
Bril., 4-4, 6-1. Elena Likhavisava, Rus., def. Yuka Yoshida, Jap., 7-6 (8-6), 6-2. Iva Majali, Cra., del. Kansa Hab Slavetta, 6-2, 6-3; Patricia Hy-Baulats, Can. del Melke Babol, Ger., 4-6, 6-2, 6-3. Irina Spirlea (10), Rom., det, Francesca Lubiani, II., 7-5, 6-3: Munana Lucic, Croata, va. 14.6467 (57),63

TUESDAY RESULT

FUEST BOUND

(1) Switz, del. Lisa Raymond, U.S., 7-5 6-3. Venus Williams (7), U.S., def. Jana Necity, Con., 6-3, 6-3, Sondrine Testud | 141, Fr., ef. Rennae Stubbs, Aus., 7-6 (7-5), 6-9. Nathalle Touziat (16), Fr. def. Horuka Namone Lourar (16). Fr. det. Horida Inove. Jap., 2-6, 6-1, 6-3; Miriam Oremans, Neth., del. Elena Wagner. Ger., 2-6, 6-3, 6-2, Nooko Kigamura. Jap., def. Karin Muler. U.S., 3-6, 6-3, 6-4; Virginka Ruano Poscual, Sp., def. Andrea Glass, Ger., 6-1, 6-7 (4-7). Partick Define (6). Aus., def. by Hautharner.

witz\_ 6-1, 6-2, 4-6, 6-1: Todd Woodbridge Avs., def. Galo Bianco. Sp. 6-1, 6-2, 6-1. Magnus Larsson, Swe., def. Marcelo Filippini, Urug. 7.5, 6-1, 6-4; Sargis Sargslan, Arm., def. Albert Portos, Sp., 6-0, 7-5, 6-2. Nicolas Kiefer, Ger., def. Julian Alonso, Sp., Martin Damm, Czech R., 6-3, 7-6 | 10-8), 6-3. WTA RANKINGS

1. Martina Hingis, Switzerland, 4,103 points

2. Lindsay Davenport, U.S., 4,300
3. Jona Novetna, Crech R., 4,042
4. Aranhag Sanchez Vicario, Sp. 3,358 S. Monica Seles, U.S., 2,787 & Venus Williams, U.S., 2,747 7. Conchita Martinez, Spain. 2,522 B. Amanda Coetzer, South Africa. 2,318 9. Irina Spirica, Romanio, 2.182 D. Anno Kournikova, Russia, 2.108 11. Mary Pierce, France, 1.917 2. Patty Schnyder, Switzerland, 1.912 13. Sondrine Testud, France, 1,911 14. Dominique Van Roost, Belgium, 1,815 15. Nathalie Taoziat, France, 1.732 16. Anke Huber, Germany, 1.625

TRANSITIONS

BASEBALL AMERICAN LEAGUE Boston—Purchased contract of OF Billy Ashley from Powtuckel JL. Designated INF Keith Johns for assignment. Optioned OF Brian Barkley to Powtuckel. CHICAGO—Recalled RHP Bob Howry from Calgary, PCL. Released LHP Tony Castillo. CINCDINATI—Recalled IB Sean Cascy. OF Mike Frank and RHP Slave Points from in-diamapolis, IL Designated RHP Dovid Weath-

ers for assignment. Optioned DF Pat Walkins

CLEVELAND -Signed LHP Donald Mani-etia, LHP Brody Percell, RHP Christopher

and OF Tany Torosco to Indiana

Reinicke, INF Paul Day, RHP Jacob Reynolds, LHP Matthew White, C Jeffrey De-Pippo, RHP Ruben Escobar, LHP Craig Brown, RHP Daniel Guillory, 28 Omar Mar-Kleinova, Czech R., 6-2 6-2: Martina Hingis ago, RHP Jason Farmer, Of Apron Gor and RHP Ryon Keamey.

OF THOST—Designated OF Bip Roberts and
OF Andy Tamberlin for assignment. Recalled
OF Gabe Alvanz and OF Trey Beamon from

SEATTLE—Recoiled INF Rico Rossy from Tacoma, PCL. Optioned INF-OF Charles Glyson to Tacoma, Transferred RHP Rates

TAMPA BAY—Activated C John Flotherly from 15-day disabled list. Designated C Tim Laker for assignment. TEXAS—Traded RHP Bobby Wiff to St. Louis for a player to be named. Activated 28 Mark. McLemore from 15-day disabled list Optioned RHP Matt Pensho to Oklahoma o PCL\_Transferred RHP Mork Brandenl 60-day disabled list. Assigned Frankin milto to Sovaanah, SAL, and Joey Go GC Rangers.

MATIONAL LEAGUE ARIZOKA—Put LHP Omor Daal on 15-day disabled list. Recalled LHP Efrain Voldez aspoyer ist. Recover Life Emini Voice from Lucson, PCL.

ATLANTA—Signed DE Antonio Edwards.

Activated RHP John Smott from 15-day distilled list. Optioned RHP John Kwhilers to learn's GCL affiliate.

CRICASO—Recalled RHP Bob Howry from Change, PCL Delocated LHP Tony Crestion.

Calgary, PCL. Released LHP Tony Castillo. NATIONAL BASKETBALL ASSOCIATION HICAGO Announced the resignation of

Phil Jackson, couch, NATIONAL FOOTBALL LEAGUE TAMPA BAY-Re-signed IIT-IIE Typic

HOCKEY MATIONAL HOCKEY LEAGUE MONTREAL-ARING Andy Moog.

PHILAGELPHIA—Signed G Neil Little to 1rarowto Maple—Re-signed D Yannick

VANCOUVER-Named Brian Burke pres nt and deneral manager. COLLEGE MICHIGAN-Signed Lloyd Corr, footbal

man. Group

WORLD CUP S

syrFtow:

BANGHE MENTILL

I've

# World Cribune CUP R

## Italy and Chile Reign in Group B, Earning Berths in 2d Round

## Austrians Lose, Despite Late Penalty Kick

By George Vecsey

SAINT-DENIS, France — Teams score goals, players don't score goals. This was the message Christian Vieri was putting out this week as all of Italy debated its team's next starting lineup. Vieri, a bruising forward who now plays for Atletico Madrid, comes out of

#### ITALY 2, AUSTRIA 1

the first round with four goals, including

the first one Tuesday, as Italy held off Austria, 2-1, to advance to the second round of the World Cup.

Roberto Baggio came off the bench late to tap in a goal and Andreas Herzog scored a penalty kick in injury time to give Austria a brief bope.

By finishing first in its group, Italy will play the second-place team from Group A in Marseille on Saturday. The Italian team is so deep that de-

bates about the lineup are inevitable. On Tuesday, the Italian coach, Cesare Maldini, was able to use the lineup be had originally wanted — a tandem of Alessandro Del Piero, the nimble forward from Juventus of Turin, and Vieri, who formerly played for Juventus be-fore opting for Spanish pesetas last sea-

Del Piero bas been recuperating from a thigh injury and was not able to start until Tuesday. Because he and Baggio are the same type of creative player, there was no room for Baggio in the

starting lineup Tuesday. Vieri now has four goals, tying him with Gabriel Batistuta of Argentina, who has played two games, Italy is rolling — but at a cost. Three minutes into the game, Italy lost its strong young defender, Alessandro Nesta, to a twisted right knee when he was fouled by Heimo Pfeifenberger. Nesta is expected to be out for the rest of the tournament.

When Nesta was removed, off the bench with no warmup came ancient Giuseppe Bergomi, 34 years old, known in Italy as Zio Beppe, Uncle Joey.

Bergomi was on the 1982, 1986 and



Heimo Pfeifenberger of Austria, left, and Paolo Maldini of Italy going head-to-head in a Group B match Tuesday.

1990 World Cup teams but was dropped by 1994. He was called back to the squad after a seven-year absence, as Maldini opted to have a mature player

holding up the end of the bench. On Tuesday, Bergomi came off the bench to replace Nesta and played

Meanwhile, Del Piero and Vieri tried to recreate the teamwork they had enjoyed on the Italian Under-21 team then coached by Maldini - and also at

"With Alessandro, I have good rapport, good intensity," Vieri had said. "I have never worked with Roberto before, but I regard them as two champions. For me, it changes nothing."
Del Piero and Vieri worked intricate

little passes in open space, but they

International Herald Tribune

SAINT-GALMIER, France - If

Americans wish to say au revoir to this

- and not prone in dejection like the

inconsolable Cameroon players after

their elimination Tuesday - it will take a

display of real guts Thursday in Nantes.

a Yugoslav squad fired by ambition not merely to qualify from Group F, but to

Relaxed at their training base at Saint-

Galmier near Saint-Etienne, striker Deian

Savicevic and midfielder Slavisa Jokan-

ovic affirmed that they are ready in body

match against Germany," said Savi-

cevic, reflecting on Yugoslavia's 2-2 draw after leading the Germans, 2-0.

"In the last few days I personally have

felt much better, I think the doctors will

let me play now, and I hope to help score

the goals so that we finish top of the

from a player, an exquisite finisher on

his day, described last weekend as more

That sounded like positive thinking

"We regret that we did not win the

and mind for the duel with America.

win the group ahead of Germany.

For the United States is in the path of

could not produce a goal in the first snagged with one hand.

Four minutes into the second half. Del Piero took a free kick from the left side, 18 yards out. The ball booked, and Vieri elevated himself above Tony Polster of Austria and headed the ball into

Having given Italy the lead, Vieri was taken ont for Filippo Inzaghi in the 60th

The Italians were then saved twice by their goalkeeper, Gianluca Pagliuca. In the 65th minute, Arnold Wetl fired from a melec in front of the goal and Pagliuca tipped the ball with the thick fingers of his right glove, sending the ball spinning into the air before he hauled it to his chest. Six minutes later, Mario Haas blasted a shot that Pagliuca

The gibe, from Vujadin Boskov, the

widely traveled coach who is the wise

old owl in the Yugoslav camp, was a

shot of motivation to a performer whose

life veers between elusive creativity and

If he makes the lineup, Savicevic may be prompted by Jokanovic, who said

Tuesday: "If I could make predictions, 1

would play the sports lottery. But I

really feel that we will beat the U.S.A.

by more goals than Germany scores against Iran, because the U.S. does not

Boskov, a half-century in this game,

have any chance of the second round."

caurioned his young players, saying, "Soccer in the U.S.A. is still a very

young sport - they run a lot, work a lot,

but they still do not have outstanding

individuals. We have that, we have the

technique, but our players are all over

the world. Only the goalkeeper, lvica

Boskov is not the coach

Kralj, is playing in Yugoslavia.

the treatment couch.

At 72 minutes, with Del Piero winding down, the coach used Baggio as his third and final substitute, a somewhat strange move considering that Baggio is often removed late in the game when his team has a lead.

Maldini's confidence was rewarded when the new tandem of Baggio and Inzaghi set up several fast breaks. In the 89th minute, Inzaghi sent a crossing pass that Baggio converted, and then Baggio offered his slender back for a celebratory ride.

Austria scored - the third time it had scored in injury time in this World Cup but Italy held on to avoid Brazil. which finished first in its group.
Or, as the captain, Paolo Maldini, put

it: "I think Brazil is happy, too."

Ambition Fired by the Old Guard, Yugoslavia Heads for the Top

perience to Slobodan Santrac, who

would be foolish to ignore Boskov who,

in 29 years abroad, has dealt in many

cultures and currencies. He exudes an

enduring love of the game, and a grasp

of its secrets stored up during his stints at

Real Madrid, Sampdoria, Napoli, Roma,

Zaragoza and Feyenoord.

It's good to travel, the old mentor

says with a gleam in his gray eyes. But when Yugoslavia — in the group with

the United States, Iran, Germany - is

concentrated on a search for identity,

In the countryside away from St.

Etienne's industrial sprawl, Boskov and

Miljan Miljanic, president of Yugoslavia's soccer federation and also

a voyager around Europe's wealthier

clubs, have stockpiled between them a century of football knowledge. They are

paternal figures trying to reach the

greatest sum of Yugoslavia's extraor-

dinarily gifted parts.

If Americans had to face them man-

it's even better coming "home."

Vantage Point /ROB HUGHES

## Cameroon, in a Rough Match, Draws 2 Red Cards and Trip Home

By Jere Longman

NANTES, France - When Chile had survived a contentious 1-1 draw Tuesday with Cameroon and advanced to the second round of the World Cup, its players removed their jerseys and tossed them into the crowd, shedding their shirts and 36 years of unfulfillment and bumiliation in soccer's world championship.

After a frustrating wait of nearly four decades, however, Chile's reward may be meager. Its next opponent, on Sat-

#### CHILE 1, CAMEROON 1

urday, happens to be Brazil - the defending champion and the same team that eliminated Chile when, as the host, it last went beyond the first round in the World Cup in 1962.

In fact, there were many jeering fans in La Beaujoire Stadium who believed Cameroon should have advanced, not Chile. It was a riveting, free-flowing match, and a decidedly rough one. It concluded with severe crincism by Claude Le Roy, the Cameroon coach, of the referee and the get-tough refereeing policy of Sepp Blatter, the president of FIFA, soccer's world governing body.

Two Cameroon players were ejected with red cards and the Indomitable Lions finished the match with only nine men on the field. But the play that euraged Le Roy occurred in the 59th minute with the score fied at I-I. A blast by Francois Oman-Biyik ricocheted off the right post and skittered into the net, apparently

giving Cameroon a 2-1 lead. But the referee, Laszlo Vagner of Hungary, ruled that Cameroon forward Parrick Mboma had fouled Chile's Ronaldo Fuentes as the two players chal-lenged for a header. Mboma won the ball and put it at Oman-Biyik's feet. The foul ruling seemed harsb on what appeared to be a routine play. And the decision was hugely important because ameroon needed a victory to advance, while Chile needed only a draw.

When the game ended, Le Roy stood dumbfounded, his hands on his hips. Another Cameroon official could not testrain himself and screamed and gestured at Vagner as he left the field.

a goal. With this spirit, you have to stay

concentrated. We must have more play-

ers like Zeliko Petrovic, wbo should be

playing in the center of midfield, but for the good of the team accepted to play on

Petrovic, now 32, is symbolic of the

Yugoslav "have boots, will travel" philosophy. He is under contract to the

Urawa Reds in the Japanese League, but

his bome and bis heart are in Den Bosch,

winter, Petrovic, in tears on television,

go, I don't want to leave. But I have a family, and this is perhaps the last

chance to make the money for my fam-

lands where, this summer, Petrovic

qualifies for citizenship. He would re-

rum tomorrow, or sooner, if PSV Eind-

hoven were to re-engage him or if any top Dutch team released him from his

That family remains in the Nether-

repeated over and over: "I don't want to

When the Japanese came for him last

in the Netherlands.

the left side in the last two matches.

"If this is what football is all about, I hope Mr. Blatter was watching," Le Roy said. "I cannot understand why the referee refused the goal. There wasn't a shadow of a foul.

He said his team was "shocked." 'I'm sorry we were eliminated," he said, "especially on a decision that was an incompetent one."

Le Roy also rebuked Blatter for a call last week for more vigilant refereeing and for the issuance of red cards for every tackle from behind. The Cameroon coach said that while Blatter was an excellent administrator, he "should stick to administrative tasks.

"I did not commit a foul," Mboma said. "I can't believe it."

In the end, though, Cameroon's desperate assertiveness and mesmerizing creanvity was undone by needless fouls. If the decision over Mboma's foul was questionable, others were not.

In the 20th minute, Cameroon's Rigobert Song tripped the Chilean forward Ivan Zamorano, drawing a stem warning from Vagner. Just 12 minutes earlier, Song had been issued a yellow card for another overly aggressive tackle. This time Chile was awarded a free kick, and midfielder Jose Sierra curved a wickedly perfect left-footer just under the crossbar and inside the right post from 25 yards.

In the 52d minute, Song was given a red card for raking Chilean forward Marcelo Salas across the face with an elbow as they chased a ball down the sideline.

Cameroon equalized three minutes later when Mboma headed a crossing pass from Oman-Biyik over the Chilean defender Pedro Reyes and Nelson Tapia in goal. But the Indomitable Lions could not keep their composure.

And in the 89th minute, the midfielder Lavriano Etame ran Salas down from behind, drawing another red card. As it bad in its two previous draws, Chile could not hold a lead. But it does advance for the first time since 1962.

"Advancing to the second round is enormously important to us," said Chile's coach, Nelson Acosta, "It was a complex, difficult game. When Cameroon played with 10, we were afraid things would turn against us as they did

#### WORLD CUP BRIEFS

#### **English Fans' Toll**

One English fan was stabbed and three others slightly injured in Toulouse on Monday when England played Romania.

An English reporterwas attacked by English fans, who accused him of giving them a bad name. He suffered a broken collar bone. Twelve people were arrested, II of them French youths armed with

In Bedford, north of London, policemen made 24 arrests after breaking up fighting which flared in the High Street when drinkers who had been watching the match in pubs went out into the street (AFP)

#### **Tunisia Dismisses Coach**

Tunisia dismissed its coach Henry Kasperczak, on Tuesday and appointed his assistant, Ali Selmi, to replace him for its final Group G game against Romania on Friday. Kasperczak's team lost by 2-0 io England and by 1-0 to Colombia in its first two games and cannot qual-

#### 'Helpful' Players at Risk

ify for the second round. (AFP)

Referees have been urged to punish players asking for opponents to be shown a red or yellow card. "It has been brought to the ref-

erees' attention that maybe they should take stricter action against something which is an act of dissent and bad sportsmanship — trying to get an opponent into trouble," said a FIFA spokesman. (Reuters)

We buy

WORLD CUP

**TICKETS** 

Best prices paid

Tel.: +33 (0) 1 43 29 71 28

## German soccer thugs had largely

been ignored as the World Cup got under way and English hooligans seized the tabloid headlines with drunken riots in Marseille. Then came Sunday's game against Yugoslavia in Lens. About 600 Germans regarded by the

authorities as violence-prone had made their way to Lens by car and camper

WORLD CUP

TICKETS

WANTED

**ALL MATCHES** 

FRANCE

Tel. 33 (0) 1 40 50 35 45

heads favored by extreme rightists. Some carried cellular phones, the German police said, suggesting they planned a coordinated action against the Among them was Manfred Warnecke,

who was felled with an iron sign-post. [Nivel was still in a coma Tuesday. Agence France-Presse reported. Doc-

to be charged with attempted murder. [Eischner was one of seven Germans about to be deported when he was iden-

eroon were playing Tuesday, French police arrested two Germans armed with a baseball bat and wearing neoNazi insignias. They were detained near the stadium.]

necke was already known as a violenceprone person, a member of a motor-cycle gang called "Bones" and a purveyor of the regalia sought out by soccer thugs - tee-shirts emblazoned with snarling pit-bull heads and black jackets stenciled with the word "Terror." As Warnecke sat in a French jail on Monday night, someone went to his tattoo studio and threw a rock through the window.

By the time the fighting in Lens was over, 93 Germans and three French citizens had been detained. But then the questioning began: How could it have happened? One answer, an embarrassing one for proponents of closer European unity, was European unity itself.

In recent years, some European countries have simply dismantled the borders between their nations so that no passports were needed to travel between them. That made it easier for busloads of hooligans to enter France from Germany, despite German police attempts to spotcheck vehicles along the route. Another scapegoat was the ticketing system used for the tournament. Ordinary people are being driven out of the stadium by the distribution of tickets to VIPs and sponsors, said Gunter Pilz, a sociologist in Hamburg. "So the problem of violence is moved out of the stadium," he said,

In Germany, some blamed the German police for failing to keep track of known booligans. But, said Interior Minister Manfred Kanther, "the security at the scene cannot be provided from a neighboring country.

German police operating in France," he

on the way, he said.

prison for the next four or 12 days."

for-man, the contest would be embar-rassing. Boskov, however, sees a he, and undoubtedly Sinisa Mihajlovic, danger: "The United States players the Sampdoria defender, as well as World Cup standing proudly on their feet prone to injury in the bead than the Yugoslavia. He lends his enormous ex-never give up, even when they concede Savicevic - who has spent the last few lan — will play with added motivation against the United States: The World Cup is their shop window to sell their wares one more time.

Dejan Stankovic, 19, is such a promising talent that Lazio rushed in before the World Cup to buy him from Red Star Belgrade.

Predrag Mijatovic is the striker whose cunning movement and sniping instinct won the Champions Cup for

Real Madrid against Juventus last Individually, the Yugoslavs are back near the pinnacle of the game a little

more than a year after the United Nations ban on their country was lifted. For the second time in a week, the

United States must forget the differences their political masters have with an opposing nation, and having lost, somewhat unluckily, to Iran, and before that to Germany, America now heads for a greater challenge.

## HOOLIGANS: Violence by Germans, 'Invariably Stamped With Racism and Nazism,' Is Decried Back Home

Continued from Page 1

from many parts of Germany, according

to police accounts. Many had the shaved

the 27-year-old owner of a tattoo studio in Hannover, who French police have arrested as the prime suspect in the beating of Daniel Nivel, a 44-year-old officer

tors said he had suffered permanent brain damage. Warnecke and a second German, Karl-Heinz Eischner, 26, were

nified by a witness to the attack. The other six Germans have been expelled. [ In Nantes, where Chile and CamAccording to German police, War-

"and that gives the perpetrators a greater room for maneuver.

"It is completely impossible to have

The hard fact is that there was "no concrete warning" that the thugs were

"You can't simply pick up people with shaven heads and order them into

Most of all, though, it came down to the murky souls of the hooligans themselves, drawing satisfaction from violence and publicity that would otherwise be denied them.

They are to a large extent mentally weak, both intellectually and emotionally," said Alexis Philolenko, a French college professor, in a newspaper in-"This punkism is in fact a

Indeed, said Rudiger Bredthauer, a Hamburg-based police official specializing in the behavior of militant groups. The events in Lens, he said, "went well from the hooligans' point of view, because everybody is reporting about it. That makes the hooligan-soul happy.

Pilz, the sociologist, said the thugs in Lens were not simply soccer hooligans. "Rather." he said, they "belong to a third group that has been worrying us more and more for the past two or three years: right-wing radicals. For them, the medin event of the World Cup offers an ideal stage."

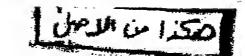




LIVE - South Africa v Saudi Arabia 16.00 (CET) LIVE - Nigeria v Paraguay 21.00 (CET)

**Every minute of all 64 games** of the World Cup only on Eurosport

Eurosport, Europe's No.1 Sports TV Channel, available on cable and satellite



TIME

e Talifold of the Rig

in the Chike FLORING.

Walter Strate -" . "27 \$ ...4 (gra) 2000 - 320

 $s = \frac{1}{2} (5 \times 6) K_5$ 

1.5

. Whatelesia

The fairles

- 40° W

1.0

1,111/02

120

5. 1.2 1.5%

7-14-6

14 A L

Scotland Brazil 2, Scot

Austria 1, Camero Austria 1, Chile 1

RESIDENTIAL

# Late Goals Give Norway Victory Over Brazil and Knock Out Morocco

## Controversial **Penalty Kick Decides Group**

Reuters MARSEILLE -- Norway scored two goals in the last seven minutes, the second from a penalty kick with two minutes left; to upset Brazil, 2-1, and sneak into the second round of the World Cup.

For an bour and a quarter Norway and Brazil played a scoreless draw. But with Morocco heading for a comfortable vic-tory over Scotland in Saint

#### MORWAY 2, BRAZIL 1

Etienne, a draw was not a good enough result for Norway. It needed victory and began to press more and more fran-

tically in pursuit of a goal. Instead, Brazil took the lead after 78 minutes. Denilson escaped on the left wing and crossed to the far post where Bebeio, utterly unmarked, headed the ball past Frode Grodas, the Norwegian goalkeeper.

Tore Andre Flo equalized in the 83d minute with a typical bustling goal.

Then, in the 89th minute Esfandiar Baharmast, the American referee, awarded Norway a penalty when Flo

fell after contesting a header with Junior Baiano appeared to have pulled Flo down, but television replays suggested that all he did was step out of the way

when Flo tried to back into him. Kjetil Rekdal took the penalty, knowing he had to score to put Norway in the second round. He hammered the shot just inside Taffarel's right hand post and just beyond the Brazilian goalkeeper's

despairing reach. There was still time for Brazil to win a free kick 40 yards from the Norwegian

Norway -- Tore Andre Flo 83. Klefil Rekdol 89 Brozii -- Betieto 78



The Brazilian striker Ronaldo, center, battling a group of Norwegian players in their Group A match Tuesday.

goal. Roberto Carlos swerved the ball Norway unable to seize the initiative. round the Norwegian wall, but Grodas

saved just inside the post. Brazil, already through to the last 16 after winning its first two games, lacked the sparkle the 60,000 fans in the Velodrome stadium had expected from the reigning champions and tournament fa-

They were assailed by a barrage of whistles at several points in the match as they sauntered through the game, passing the hall among themselves with

Rivaldo came close 10 minutes into the second half after Roberto Carlos made a fine run down the left flank and floated in a cross that the Barcelona midfielder met with a header that bounced down off the turf and over the crossbar.

Norway, which drew both its pre-vious matches, against Morocco and Scotland, packed its midfield to try to stifle the Brazilians and began to pose a threat on the counterattack as the first

half wore on.

But in the second half, needing a goal, Egil Olsen, the Norwegian coach, took off Havard Flo, a midfield player, and brought on Ole Gunnar Solkskjaer, a striker, in the 68th minute.

Within a minute, Tore Andre Flo crossed neatly onto Solkskiaer's forehead hut the diminutive striker nodded the ball over the goal.

Flo himself came closer with a fine header in the 73d minute hut the ball

## Morocco Beats Scotland, 3-0, **But Still Falls Short of Round 2**

SAINT-ETIENNE, France - Mo-

rocco did everything it could do, beating Scotland, 3-0, in its final game in Group A. But Norway's victory over Brazil in Marseille left the Moroccans third in the group, not good enough for a ticket to the second round.

Salaheddine Bassir and Abdeljilil Hadda punished the sleeping Scottish defense with strikes in the 22d and

#### MOROCCO 3, SCOTLAND O

47th minutes, and Bassir added a third five minutes from the end.

It looked to be enough to put the Moroccans into the second round for the second time in their history until Norway scored a come-from-behind 2-1 victory over the defending champion,

Brazil, in Marseille. Brazil won the group ahead of Nor-way. Scotland, which has never made the second round, was fourth.

Scotland came close to scoring in the 14th minute when the midfielder John Collins floated a free kick toward Gordon Durie, who beat the advancing goalkeeper, Driss Benzekri, and a defender.

But his header was wide. It was the only real chance of the first 15 minutes, but Morocco then put together a simple move to take the lead in

Tahar El-Khalej aimed a high ball over the top of the slow-moving Scottish defense, and Bassir dashed clear of Colin Hendry to fire a powerful, angled left-footed shot between the goalkeeper, Jim Leighton, and his near post.

A minute later the Scots appealed for penalty when Lahcen Abrami apared to block a cross from Jackie peared to block a cross from Jackie McNamara with his left arm. But it was (AP, Reuters) ruled no foul by the referee.

On the half hour, Durie tried the longrange approach, firing a 30-meter drive that flasbed past the post with Benzekri diving acrobatically across goal.

Benzekri made his first save in the 31st minute, moving to his right to bold a well-struck, close-range shot from Kevin Gallacher.

In the 32d minute, the Moroccan keeper lost the ball in a scramble in front of his goal and El Khalej did well to clear the danger with Gallacher about 10 prod the ball into an empty net.

Six minutes before halftime, Craig Burley, who scored Scotland's equalizer in the 1-1 tie with Norway, got into a similar position but his shot was blocked by the goalkeeper. Two minutes into the second half the Moroccans struck again with another hreakaway goal.

El Moustafa Hadji fired another long pass from deep and Hadda outpaced the Scottish defender David Weir in a dash down the left. Hadda got in front of Weir and tried an audacious, lohbed shot. Leighton got his fingertips to the ball but turned to watch it bounce hehind him into an empty net.

It was even worse for Scotland seven minutes later when Burley was shown the red card for a tackle from behind on Bassir in the center circle.

Though hugely ontnumbered by the Scots in the Geoffrey-Guichard stadium, the noisy Moroccans began chanting "Brazil, Brazil" to compare their team with the mighty four-time titlist.

With the one-man advantage and a two-goal lead, the Moroccans cleverly kept possession and allowed the Scots few chances. The Moroccans added a third five minutes from the end when Hadda flicked a pass to Bassir, who lohbed the ball over Weir and fired bome from 12 meters.

Three points for a victory, one for a tie. First two in each the same number of points the following thebreakers are used: 1. goal difference; 2. number of goals scored; 3. result of match between the two; 4. drawing lots. SECONO ROUND

JUNE 27. IN PARIS Brazil vs. Chile

UNE 27, IN MARSEILLE Haly vs. Norway JUNE 20, IN LENS 1st Group C vs. 2nd Group 11 JUNE 28, 111 ST. DENGS Nigeria VS. 2nd Group C JUNE 20, IN TOULOUSE 1st Group E vs. 2nd Group I JUNE 29, IN MONTPELLER 1st Group F vs. 2nd Group I JUNE 30, W BORDEAUX 1st Group G vs. 2nd Group H

## Yellow Cards Loom Large for France

France vs. Denmark, Lyon, 4 P.M.

Tricky decisions face both coaches. Bo Johansson, the Swede who coaches Denmark, knows a draw will propel his team into the second round. But playing safe can be a high-risk strategy.

What is more, a victory would give Denmark first place in Group C and allow it to avoid both Nigeria in the second round and a potential meeting with Brazil in the quarterfinals.

"I think I've got five lineups in mind right now," Johansson said.

France has already qualified, but the team's coach, Aime Jacquet, will want to win the group. Indeed, the home fans are demanding that the team show an

aggressive style.

Saudi Arabia vs. South Africa, Bordon We have to keep that competitive doaws, 4P.M. Two South African players edge and winning spirit," said Jacquet. Jacquet is without his talented playmaker, Zinedine Zidane, who received a red card against Saudi Arabia and has been suspended for two games. Jacquet may also rest four players who have one yellow card and would miss the second round if they were to receive another. They are the defenders Laurent Blanc and Bixente Lizarazu, and the defen-

Didier Deschamps.
The striker Stephane Guivarc'h, who has so far played only 25 minutes in the tournament, has recovered from a kneeproblem and is likely to replace his

sive-midfield players Emanuel Petit and

former replacement, Christophe Du-

garry, who is now injured. 'I'll have to fit in players who haven't played yet, but that doesn't mean that we'll just give the match

away," Jacquet said. Johansson's quandary over his team has been worsened by the sendings-off

#### WEDNESDAY MATCHES

of Miklos Molnar and Morten Wieghorst in Denmark's 1-1 draw with South

Africa\_ The Danes ousted France en route to the 1992 European title and, more recently, edged them, 1-0, in November

 Brendan Augustine and the aptly named Naughty Mokoena — were sent home on Monday for going nightclubhing over the weekend.

The Saudis, meanwhile, who cannot qualify for the second round, have fired their Brazilian coach, Carlos Alberto Perreira, after the team lost its first two

The interim coach, Mohammad Kharashi, must decide whether to attack or opt for a safety-first approach after the cluh's morale-sapping 4-0 loss to

France last week. For South Africa, Delron Buckley is expected to take Augustine's place.

A HINT, OK? NO HINTS!

Nigeria has already won Group D and the other three teams are scrambling for the second qualifying place. Paraguay is second with two points, and a victory

over Nigeria would secure that place. Paraguay has played two scoreless draws, and a third would take it to the second round only if Bulgaria and Spain, which each have one point, also draw. Either Spain or Bulgaria will advance if

they win and Paraguay does not. Nigeria is without its captain, Uche Ukechukwu, a central defender who has received two yellow cards. Bora Milutinovic, the Nigerian coach, indicated he would sit out his players who already have one booking — Victor Ikpeba, Jay-Jay Okocha and Mutiu Ad-Saudi Arabia vs. South Africa, Borepoju — to avoid risking suspension for the second round.

Spain vs. Bulgaria, Lens, 9 P.M. Hristo Bonev, the Bulgarian coach, fined the strikers Hristo Stoichkov and Luboslav Penev after they stayed out late in Paris on Sunday night and missed a team meeting the next morning.

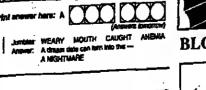
But Stoichkov, who has scored 36 goals in 73 internationals, will undoubtedly start for a team which has yet to score in the tournament.

The former Barcelona player has been characteristically rude about Bulgaria's opponents. "They think they are the best," he said. "The Spanish have no chance of winning the World Cnp."

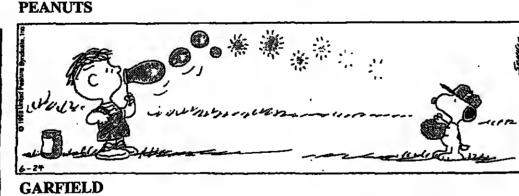
#### DENNIS THE MENACE







REAL ESTATE Appears every Friday in The Intermarket. To advertise contact Sonva Broadland in our landon office: Tel.: + 44 | 71 420 0325 Fax: + 11 | 71 420 0333 or your man-1 HIT office or representative.







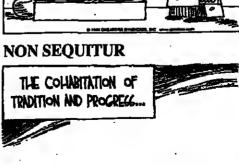




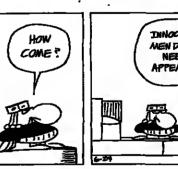
CALVIN AND HOBBES

HOBBES, IF YOU TELL ME HOW HOBBES, IF YOU TELL ME HOW



















## No 'Dracula'? Bah!

By Russell Baker

NEW YORK — To whip up some chatter about movies, the American Film art. The incomparable Cag-Institute polled 1,500 "prominent" Americans to select the 100 best American films which squeaks in as No. 100. of all time, and the results are in. So let's chatter:

'It's a Wonderful Life''? Not those prominent Americans. This sentimental turkey stuff-ing, served up every December with all the rest of Christ- vital to American culture than mas's inescapable fixin's, finished at No. 11. It first appeared in 1946 when a generation hardened to reality by the Depression and war let it pass without saluting. They can do classical stuff as niftily knew from biner experience as it does oaters and capers, it

The movie caught on only later, in the TV age when the Night's Dream." starring country was far enough removed from hard times to put up with such hokum about and Mickey Rooney. human nature. Now bere it is: officially certified by the failed to make the top 100 American Film Institute as the I I th-best movie of all time.

And where is "Dracula"? At No. 87 we find the Boris also ignore "The Man Who Karloff" "Frankenstein" Would Be King" and the un-Karloff "Frankenstein" Would Be King" and the un-thurray!). but "Dracula" is surpassable "Prisoner of missing. Instead, at No. 22 we Zenda." that starred Ronald find Easy Rider. Couple of Colman, Madeleine Carroll, guys on dope go around on motorcycles. It supposedly spoke eloquently to alienated youth of the '60s, but so did "The Graduate," which makes the list as No. 7. How Hollywood treatment ever of much eloquent speech does alienated youth deserve now is David O. Selznick's "A that it has moved on to dis-

illusioned middle age?
No "Dracula"! How can

get two "Godfathers," but no gangsters at all from the Warner Brothers mob, which included Robinson, James Cagney and Humphrey Bogney barely makes the list with "Yankee Doodle Dandy,

From "Little Caesar" to Key Largo, there is Will no one save us from enough great gunfire from Robinson to justify consolidating the two "Godfathers" into a single entry, thus making room for a figure far more Wolfgang Amadeus Mozart.

But if the voters were trying to prove that Hollywood that the whole town never turns up to slather its George Baileys in money and love. should have passed up turns up to slather its George "Amadeus" (No. 531 in favor of Max Reinhardt's 1935) version of "A Midsummer such unlikely and excellent Shakespeareans as Cagney

> And that "Gunga Din" apeaks poorly about these Americans. The greatest boys' adventure movies of all time are obviously unknown to them: They Raymond Massey and Douglas Fairbanks Jr. Nor do they list a single one of Sean Con-

nery's James Bond films. Meanwhile, the greatest Victorian fiction is ignored, lt Tale of Two Cities" with Colman mounting the guillotine and Blanche Yurka knitting as we take this list seriously? Es- heads roll. As good as Dick-

pecially when there is no Ed-ward G. Robinson either, We New York Times Service

## Brian Wilson Emerges From a Prison of the Mind

By Neil Strauss New York Times Service

Street do you live on in West Hollywood? Brian Wilson asks. I tell him.

"I'll be damed. I used to live on that same street," he says excitedly, referring to a period more than 30 years ago. "In an apartment? What's your address?"

quency.
In the recorded I tell him.

Oh, I was at 1047 North, Near, not Clinton, Santa Monica."

His wife of three years, Melinda. remembers his past. We've had so many lawsuits, and these anomeys won't remember anything, and he just blows them away."

been back a lot over the last two producer Joe Thomas. decades, and every time, it is bailed

aren't necessarily fabricated stories: they're just extraordinary tales representative of larger societal themes and trends. Wilson's is a tale the prison of his own mind. It begins min, - and it goes something like this:

One sunny day in California, Wilson, his brothers and some nicative but still clearly struggling. friends decided to make sunny happy just making pop about surfing. cars and girls.

He wanted more, and eventually tired to his bed, where he spent comes in and out of focus. years in isolation. And that's where

our story begins: In 1976. Wilson was back with a new Beach Boys album; then he was back in 1983 as CT. CHARLES, Illinois - What a touring member of the Beach Boys, and then be was back in 1988 with a solo album produced with his then therapist Eugene Landy. And throughout the '90s he has been back with increasing fre-

In the last three years, he has recorded new versions of his old songs for a Don Was documentary about him, "I Just Wasn't Made for These Times": reunited with Carnie and Wendy, his estranged says: "See, people never think he daughters from a previous marriage, to help with their album The Wilsons"; teamed up with come in thinking he probably his "Smile" songwriting partner, Van Dyke Parks for the record "Orange Crate Art," and last week Brian Wilson is back. That is, released the latest and best of these he's back again. Brian Wilson has albums, "Imagination," with the

Every time Wilson returns, he is as a return to form after years of heralded by a new Brian-is-back mental instability.

There is a myth engulfing Wil
marketing campaign and propped up by a collaborator who may or marketing campaign and propped son, and it is something he will have to deal with in marketing cam-paigns for the rest of his life. Myths

may not have his best interests at heart tHe is currently, for example, settling a lawsuit with Landy for the return of his songwriting royalties.)

In the rare glimpses the public gets of him every time he returns. Wilson looks and sounds better. In of a genius gone mad, locked inside the 1994 documentary "There-Wilson spends several in an age of many myths — the '60s minutes trying to stammer a single phrase. A year later, in the Don Was documentary, be is more commu-

"I ibought once in a while my California pop about surfing, cars face had a twist of emotional pain and girls. But Brian Wilson wasn't coming out of it, but not too ob-Wilson jokes about the vious. documentary now.

Today, thanks to a new doctor. he found it, making a pop mas-terpiece. Pet Sounds, and leav-Wilson seems like a gentle 55ing unfinished an even more am- year-old, more innocent than disbitious one, a pop-music equivalent turbed. In conversation, sitting in of Mozart's Requiem called shorts and a T-shirt in his new "Smile." During this musically home studio in St. Charles, a Chicaheroic journey, he suffered a go suburb this main residence, of nervous breakdown and soon re- course, being in California), he



Brian Wilson: "I went through a bad, bad, had childhood."

ceptive, sincere and very funny. life scared as bell. Everybody that I When he isn't engaged, be's quiet, looked at was my dad looking back absent-minded and dreamy. At one at me. He beat me up, you know. It point, he stops midthought and asks was as tranmatic as hell. I really that his comment be stricken from went through a bad, bad, bad childthe record because he forgot he was hood." being interviewed.

ment is remarkable. "Brian and I, we had a tough year last year." his wife said. "In four months, I lost my dad and be lost his mother and without parents and the brothers he formed the band with.

Many fans have attributed the mid-60s, but Wilson and his wife both said that they felt the problems were more deeply rooted.

omes in and out of focus.

was also his manager, he said: "He early on, and building a good rewas also his manager, he said: "He early on, and building a good refouled my brain up. I went out in lationship with Melinda and the

PEOPLE

Wilson's family today works as Considering the losses Wilson a better support system. He met has suffered lately, his improve-Melinda, a former used-car saleswoman, at an event she describes as cboreographed by Landy. He took Wilson to buy what Melinda Wilson recalls as "an ugly brown his brother." Since the death of car," and then Landy asked her out Wilson's brother Carl (who died of on a date with Wilson. The meeting cancer this year). Wilson is now turned out better than expected; the two married and now live with two adopted daughters.

Brian's improvement today Wilson's breakdowns, nervousness compared to when I mer him four and reclusiveness to his drug use in years ago has doubled," said his producer. Thomas, who lives next door to the Wilsons in St. Charles: "He's more at peace with himself, Speaking about his father, who he's way more focused than he was

kids has really allowed him to concentrate on being a whole person rather than just this genius lockedaway musician guy. The fact that he got on stage after so long was in

itself an achievement." Last month at the Cultural Arts Center in St. Charles, Wilson performed what was promoted as his first solo concert. More a taping for VH1 than a concert. Wilson harmonized with backup recordings on new solo songs and Beach Boys classics and sat in front of a fake piano, pretending to play as a string section and as many as nine other musicians (including his Beach Boys replacement, Bruce John-

ston) accompanied him. At first, Wilson was silent and nervous. But several songs into the show, Thomas whispered some-thing in his ear and Wilson came to life, talking with the crowd and singing less reticently.

(linton

Talamien Square

late hadow or: Vi-

15.00

202

de la

」

D 15-- --

JEC ...

Oder . . gri ...

A. D. C.

( J. C.) 7 8 3 , x = -42 1/400 gr

250 40 **でしたお客** 

11.000 

+10\_0

· inc

े जाते हुई

------

Rist /

"I said to him. They really like you, you know," Thomas recalled. "And he goes, 'You know. Joe, they really do.' I said, 'So what are you scared of?' And he goes, Nothing.

Wilson's new album, "Imagination" (Giant), is being marketed as a "rebirth" of the "Pet Sounds" era. It is not the first time, nor will it be the last, that such a claim is made for Wilson's later work. It is the logical next stage in the myth of Brian Wilson: the hero's return.

"I expect it to be a huge commercial success both bere and abroad," said Irving Azoff, who runs Giant Rec ords. "I think it's deserving as a candidate to be the best comeback ever in the music business. And I'm going to do everything I can with this company to make sure it happens.".
Of course, "imagination" is no

"Pet Sounds." Even Wilson knows that.

"I could never do another 'Pet Sounds," he said. "But the love I put into it. I used that same love and put it into my album now. It came right out of my heart. This new one. I hope they like it better than 'Pet



Admirers of Linda McCartney outside the service.

L States saves Spain from a new civil war — has drawn fire from Spanish critics who blasted it as "typical American gnorance," among other things. In "Balance of Power." published last month, Spain splits into five warring regions and Mafia-like racketeers profit from the chaos and violence. Readers on the Internet-based electronic bookshop Amazon were not kind. "Unadulterated racism." commented one. "Incredible nonsense," said another, "Pure Rambo style" opined a third in sarcastic reference to the book's ending. where the United States intervenes to save Spain from itself. Clancy's publisher, Planeta, which is due to bring the book out in Spanish in December, is, however, clearly pleased with the publicity the uproar has brought them.

The former child star Rick Schroder is reporting for duty at "NYPD Blue." Schroder, 28, will replace Jimmy Smits, who has announced that he is leaving the show after four years. Smits will appear in an undetermined number of episodes this fall while his character, Bobby Simone, is written out of the show. Schroder has appeared in the television series "Silver Spoons," such movies as "The Champ" and "Crimson Tide" and the television miniseries "Lonesome Dove."

Tens of thousands of flowers decorated a New York City church Monday night as friends and family of Linda Mc-

photographer and wife of Sir Paul McCartney. A similar service was held two weeks ago in London, but the family held the New York memorial in part because Linda was born in the suburb of Scarsdale. About 300 fans stood outside the church watching guests arriving, including the singer Neil Young, the movie director Mike Nichols and the designer Ralph Lauren. McCartney died of breast cancer in April at 56.

The Swiss chalet of the choreographer Maurice Bejart was damaged in a night-time fire, but its occupants escaped

#### Picasso Museum Opens in Spain

Acence France-Presse MALAGA. Spain - King Juan Carlos of Spain has bouse where the artist was born in the southern town of

The museum will soon open its doors with three exhibitions of the Spanish artist's work - engravings, ceramics and paintings based on the work of the author Luis de Gongora. A total of 250 million pesetas (\$1.6 million) has been spent converting the five-story house, where Picasso was born in 1881, into a museum. Picasso died in 1973.

THE latest Tom Clancy novel — describing how the United Cartney gathered for a memorial to the animal rights activist. unharmed. The 71-year-old choreographer, whose modern dance troupe, Bejart Ballet Lausanne, has just finished a show in Lausanne, was not at bome when his chalet in Veytaux, above the resort of Montreux on Lake Geneva, caught fire. The wooden roof and upper floor were destroyed by the fire, believed to be of accidental origin, the police said.

> Jack Nicholson flew into Cuba for a visit at the invitation of the island's state-run film institute. Nicholson was met at Havana's international airport by Alfredo Guevara, head of the Cuban Film Art and Industry Institute. Nicholson, who is a lover of Cuban cigars, was also expected to visit the Partagas tobacco factory in Havana, sources said. A ban on spending money in Cuba, included in Washington's economic embargo on the island, effectively prohibits U.S. citizens from traveling here. But another U.S. actor, Matt Dillon, came to Cuba in February for the launching of a new cigar brand, apparently without repercussions. Dillon said then that he was "fully

hosted" in Cuba and not spending money there.

Claus Peter Flor has been named principal guest conductor of the Dallas Symphony Orchestra, beginning with the 1999-2000 season, when it will celebrate its centennial. Flor. born in Leipzig, Germany, in 1953, becomes the orchestra's third principal guest conductor, following Guenther Herbig, 1979 to 1981, and Pinchas Zukerman, 1993 to 1995.



use your head

and use AT&T Direct\* Service. With the world's most powerful network, you get fast clear, reliable connections from anywhere. Plus you'll always have the option of an operator who speaks your language. All it takes is your AT&T Calling Card or credit card, and you're well on your way it's a real no-brainer.

For easy calling worldwide:

1. Just dial the AT&T Access Number for the country you are calling from.

2. Disi the phone number you're calling 3. Dial your card number.



Austria O.,	.022-903-011
Belgium	0-866-100-10
Czech Republica	042-008-101
Egype*(Cairoj*	510-0200
France	800-99-0011
C	

AT&T Access Numbers

1-800-74-94-949 0800-022-9111 For access numbers not listed above, ask any operator for AT&T Direct Service, or visit our Web site ac

United Kingdom 4 + 0500-89-0011



lt's all within your reach.

s permet country-to-country cating outside the U.S. Cellect calling is available to the U.S. only Country-to-country rates consist of the cost of a call to the U.S. plus an ade its de the ILS Collect Ching is impusse to the distance apply outside Moscow, DUse UK access number in N. Ireland +If call does not complete, use 0800-011-0011 © 1998 ATEX